



Independent Auditor's Report To The Members Of ITNL Road Infrastructure Development Company Limited

Report on the Financial Statements

We have audited the accompanying financial statements of ITNL Road Infrastructure Development Company Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is 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; and 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

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.

An audit involves performing procedures to obtain audit evidence about the amounts and the 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. An audit also includes evaluating the appropriateness of the



accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

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, 2016, and its loss and its cash flows for the year ended on that date.

Emphasis of Matter

We draw attention to note no. 26 in the Financial Statement which indicates that the Company has incurred a net loss of Rs. 414,451,195/- during the year ended March 31, 2016 and note no. 25 stating temporary suspension of construction of four laning due to non receipt of 100% land. These conditions along with accumulated losses cast a doubt over the company's ability to continue as a going concern. However, the financials of the company have been prepared on a going concern basis for the reasons stated in the said notes.

Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("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, a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we 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 purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Company does not have a branch office and accordingly, section 143 (8) of the Act does not apply.
 - (d) 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.
 - (e) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



(f) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164(2) of the Act.

(g) Without modifying our opinion, the going concern matter described under the Emphasis of Matter paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.

(h) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and

(i) With respect to the 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 has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 22 A) on contingent liabilities, to the financial statements.

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For D.R.Mohnot & Co.
Chartered Accountants
Firm registration number: 001388C



D.R.Mohnot
Partner
Membership number: 070579

Place- Mumbai
Date- 26.04.2016

Annexure A to the Auditors' Report

The Annexure referred to in our report to the members of ITNL Road Infrastructure Development Company Limited ('the Company') for the year Ended on March 31st 2016. We report that:

- (i) (a) the company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
(b) the fixed assets have been physically verified by the management at reasonable intervals; and no material discrepancies were noticed on such verification.
(c) there are no immovable properties in the name of the company and therefore sub clause 3 (i)(c) does not apply.
- (ii) The Company does not have any inventory. Accordingly clause 3(ii) of the Order is not applicable.
- (iii) The company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act. Accordingly sub clauses (a) (b) and (c) of clause 3(iii) of the order are not applicable.
- (iv) The company has not given any loans, investments, guarantees, and security as described in section 185 and 186 of the Companies Act, 2013
- (v) The company has not accepted any deposits as per the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under. Accordingly, clause 3 (v) of the order is not applicable.
- (vi) According to information and explanations given to us, the Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Companies Act.
- (vii) (a) According to the information and explanations given to us and the records of the company examined by us, in our opinion, the company is generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities.
(b) According to the information and explanations given to us there are no dues in respect of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax or cess which have not been deposited on account of any dispute.
- (viii) According to the information and explanation given to us and as per our examination of books of account the company has not defaulted in repayment of dues to Banks in the current year. The Company has not borrowed from any financial institution, government or debenture holders during the year.



- (ix) According to the information and explanation provided to us the term loans have been applied for the purpose for which they were raised. The company has not raised any moneys by way of initial public offer or further public offer.
- (x) According to the information and explanations given to us, we have neither come across any instance of material fraud on or by the company, noticed or reported during the year, nor have been informed of such case by management.
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not paid/provided any managerial remuneration during the year.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For D.R.Mohnot & Co.
Chartered Accountants
Firm registration number: 001388C



Place- Mumbai

Date- 26.04.2016

D.R.Mohnot
Partner
Membership number: 070579

Annexure B to the Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of ITNL Road Infrastructure Development Company Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For D.R.Mohnot & Co.
Chartered Accountants
Firm registration number: 001388C



D.R.Mohnot
Partner
Membership number: 070579

Place- Mumbai

Date- 26.04.2016

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED

CIN NO.U45400MH2007PLC175415

Balance Sheet As at March 31, 2016

Amount in ₹

	PARTICULARS	Note	As At March 31, 2016		As At March 31, 2015	
I	EQUITY AND LIABILITIES					
1	SHAREHOLDERS' FUNDS					
	(a) Share capital	2	1,400,000,000		1,400,000,000	
	(b) Reserves and surplus	3	(1,655,835,378)	(255,835,378)	(1,241,384,183)	158,615,817
2	NON-CURRENT LIABILITIES					
	(a) Long-term borrowings	4	2,282,557,143		2,837,028,572	
	(b) Other long term liabilities	5	66,578,558	2,349,135,701	62,960,568	2,899,989,140
3	CURRENT LIABILITIES					
	(a) Current maturities of long-term debt	6	756,971,429		727,471,428	
	(b) Short-term borrowings	7	2,177,500,000		1,202,500,000	
	(c) Other current liabilities	8	3,141,766,669	6,076,238,098	3,029,015,027	4,958,986,455
	TOTAL			8,169,538,421		8,017,591,412
II	ASSETS					
1	NON CURRENT ASSETS					
	(a) Fixed assets	9				
	(i) Tangible assets (net)		334,372		398,802	
	(ii) Intangible assets (net)		2,911,891,233		2,921,448,603	
	(iii) Intangible assets under development		4,436,902,618	7,349,128,223	4,230,044,147	7,151,891,552
	(b) Long-term loans and advances	10	606,638,042		619,298,871	
	(c) Other non-current assets	11	4,829,014	611,467,056	13,355,545	632,654,416
2	CURRENT ASSETS					
	(a) Cash and cash equivalents	12	196,187,856		201,702,156	
	(b) Short-term loans and advances	13	610,147		976,286	
	(c) Other current assets	14	12,145,139	208,943,142	30,367,002	233,045,444
	TOTAL			8,169,538,421		8,017,591,412

Notes 1 to 30 form part of financial statements.

In terms of our report attached.

For D. R. Mohnot & Co.

Chartered Accountants

Firm Registration No.001388C

D. R. Mohnot

Partner

Membership Number : 070579

Place: Mumbai

Date: April 26, 2016

For and on behalf of the Board



Director

Din No.


Chief Financial Officer

Place: Mumbai

Date: April 26, 2016



Manager


Company Secretary

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED

CIN NO.U45400MH2007PLC175415

Statement of Profit and Loss for the year ended March 31, 2016

Amount in ₹

	PARTICULARS	Note	For the year ended March 31, 2016	For the year ended March 31, 2015
I	Revenue from operations	15	271,671,788	313,204,856
II	Other income	16	11,267,402	2,101,817
III	Total revenue (I + II)		282,939,190	315,306,673
IV	Expenses			
	Operating expenses	17	78,035,496	74,319,528
	Employee Benefit Expenses	18	235,184	-
	Finance costs	19	600,392,666	478,539,505
	Administrative and general expenses	20	9,012,329	4,909,663
	Depreciation and amortization expense	9	9,714,710	7,488,780
	Total expenses (IV)		697,390,385	565,257,476
V	Loss before taxation (III-IV)		(414,451,195)	(249,950,803)
VI	Tax expense:			
	(1) Current tax		-	-
	(2) Tax relating to earlier year		-	-
	(3) Deferred tax		-	-
	Total tax expenses (VI)		-	-
VII	Loss for the year ended (V-VI)		(414,451,195)	(249,950,803)
	Earnings per equity share (Face value per share Rupees 10/-)	21		
	(1) Basic		(2.96)	(1.79)
	(2) Diluted		(2.96)	(1.79)

Notes 1 to 30 form part of financial statements.

In terms of our report attached.

For D. R. Mohnot & Co.

Chartered Accountants

Firm Registration No. 001388C

D. R. Mohnot

Partner

Membership Number : 070579

Place: Mumbai

Date: April 26, 2016

For and on behalf of the Board

Director

Din No.

Chief Financial Officer

Place: Mumbai

Date: April 26, 2016

Manager

Company Secretary

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED

CIN NO.U45400MH2007PLC175415

Cash Flow Statement for the year ended March 31, 2016

Amount in ₹

PARTICULARS	For the year ended March 31, 2016	For the year ended March 31, 2015
Cash Flow from Operating Activities		
Loss Before Taxes	(414,451,195)	(249,950,803)
Adjustments for :-		
Interest on short term deposit	(11,257,182)	(2,099,737)
Interest Income	(2,249)	(2,080)
Interest and finance expense	600,392,666	478,539,505
(Profit)/Loss on sale of fixed assets	(7,971)	-
Depreciation & Amortisation	9,714,710	7,488,780
Operating profit before Working Capital Changes	184,388,779	233,975,665
Adjustments for changes in working capital:		
(Increase) / Decrease in Other Current, Other Non-Current Assets	12,999,999	(1,083,333)
Increase in Other Current, Other Non-Current Liabilities	1,266,733	325,349
Cash Generated from Operations	198,655,511	233,217,681
Direct Taxes Paid	(566,192)	(7,514,974)
Net Cash generated Flow from Operating Activities (A)	198,089,319	225,702,707
Cash flow from Investing Activities		
Purchase of Fixed Assets (Including Intangible Assets)	(153,471,993)	(553,549,254)
Proceeds from Sale of Fixed Assets	8,000	-
Decrease in Current and Non-Current Assets	14,365,499	16,556,595
Increase / (Decrease) in Current and Non-Current Liabilities	48,383,427	(22,981,532)
Fixed deposits under lien for less than 12months	961,348	(187,461,348)
Interest received	11,006,885	1,171,322.38
Net Cash used in Investing Activities (B)	(78,746,834)	(746,264,217)
Cash flow from Financing Activities		
Repayment of Long-term Borrowings	(727,471,428)	(371,200,000)
Proceeds from Long-term Borrowings - Related Party	202,500,000	595,400,000
Short term loans repaid (Ultimate Holding Company)	(1,000,000,000)	-
Short term loans taken (Ultimate Holding Company)	1,500,000,000	-
Short term loans repaid (Holding Company)	(1,500,000,000)	-
Short term loans taken (Holding Company)	1,975,000,000	777,500,000
Decrease in Current and Non-Current Assets	13,228,601	13,484,982
Interest and Finance Charges Paid	(587,152,611)	(539,746,730)
Net Cash generated from Financing Activities (C)	(123,895,438)	475,438,252
Net Increase in Cash & Cash Equivalents (A+B+C)	(4,552,952)	(45,123,258)
Cash and Cash Equivalent at the beginning of the year	14,240,808	59,364,066
Cash and Cash Equivalent at the end of the year	9,687,856	14,240,808
Net Increase in Cash & Cash Equivalents	(4,552,952)	(45,123,258)
Notes:		
Components of Cash & Cash Equivalent		
Cash on Hand	932,093	789,229
Balance with Scheduled Banks - Current Accounts	8,755,763	13,451,579
	9,687,856	14,240,808
Other bank balances	186,500,000	187,461,348
	196,187,856	201,702,156

Notes 1 to 30 form part of financial statements.

In terms of our report attached.

For D. R. Mohnot & Co.
Chartered Accountants
Firm Registration No.001388C

D. R. Mohnot
Partner
Membership Number: 070579

For and on behalf of the Board


Director
Din No.


Manager


Chief Financial Officer


Company Secretary

Place: Mumbai
Date: April 26, 2016

Place: Mumbai
Date: April 26, 2016

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED

Note 1 – SIGNIFICANT ACCOUNTING POLICIES

1. Background

The Company was incorporated under the Co's Act 1956 on October 26, 2007 vide Registration No U45400MH2007PLC175415.

Department of Road Transport & Highway (DORTH) has awarded the project for development of Beawar-Gomti section of NH-8 (the Project) in the State of Rajasthan through private participation on Design, Build, Finance, Operate and Transfer (DBFOT) basis to "IL&FS Transportation Networks Limited" (ITNL). ITNL has formed a company named "ITNL Road Infrastructure Development Company Limited"(IRIDCL) to Construct, Operate and Maintain the Project for a period of 30 years commencing from the Appointed date, provided that in the event of four-laning not undertaken for any reason in accordance with the provisions of CA, the Concession period shall be deemed to be 11 years including construction period of 455 days required for 2- laning of the Project.

2. Basis of preparation of Financial Statements

These Financial Statements have been specifically prepared in accordance with the Generally Accepted Accounting Principles in India, under the historical cost convention on accrual basis; and in pursuance with the Accounting Standard specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amounts of, assets and liabilities (including current liabilities) as of the date of the financial statements, the reported income and expenses during the reporting period and disclosure of contingent liabilities. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Future results could differ from these estimates.

All Assets and Liabilities have been classified as current or non-current as per the operating cycle criteria set out in Schedule III to the Companies Act 2013 . Based on the nature of activities the company has ascertained its operating cycle as Twelve months.

3. Revenue Recognition

Toll revenue collected is recognised on accrual basis, which coincides with the usage of the toll roads. Where the toll collection activity is auctioned, the toll revenue is recognised on accrual basis. Any revenue collection until the capitalization of asset is credited to Intangible Asset.

4. Other Income

Interest Income is recognised on a time proportion basis.

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED

5. Fixed Assets and Depreciation / Amortisation:

(a) 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.

Losses arising from the retirement of, and gain or losses arising from disposal of Fixed assets are recognised in the Statement of Profit & Loss.

Depreciation on tangible fixed assets is computed as under:

All assets are depreciated on a Straight Line Method (SLM) of Depreciation, over the useful life of assets as prescribed under Schedule II of the Companies Act 2013 other than assets specified in para below

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 internal technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes etc.:

Asset	Useful Life (years)	Method
Data Processing Equipment (Server & Networking)	4	SLM
Mobile Phones and I pad / Tablets	Fully depreciated in the year of purchase	-
Specialised office equipment's	3	SLM
Vehicles	8	SLM
Assets provided to employees	3	SLM
Leasehold improvement costs	Amortised over Primary period of Lease	SLM
All categories of assets costing less than ₹ 5,000/- each	Fully depreciated in the year of purchase	-

The residual value of all the assets is retained at ₹ 1/- each

For these class of assets, based on internal assessment and independent technical evaluation carried out by external valuers the management believes the useful lives as given above best represents the period over which the management expects to use these assets.

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED

(b) Intangible assets and Amortisation

The Intangible rights which are recognised in the form of right charge users of the infrastructure assets are amortised in proportion to revenue for the year to projected revenue i.e. based on toll revenue for the year to projected revenue that is expected to be collected over the Concession period as estimated by the management.

A review of the estimated revenue over the balance period, of useful life / the concession period of the rights is undertaken by the management based on technical evaluation by independent experts at periodic intervals to assess the additional charge for amortisation, if any.

Other Intangible assets are amortised on a "Straight line" basis over the estimated useful lives. The estimated useful life of software is four years.

(c) Capital work in progress:

The construction cost includes borrowing cost, administrative and general overhead expenses specifically attributed to the construction project are part of the cost of the project and debited to capital work in progress up to the date when the asset is ready for its intended use, which is when the complete length of the project as specified in the Concession Agreement is complete and on receipt of final completion certificate from the authority as specified in the Concession Agreement and not on component basis certifications received. Discounted Revenue collected on receipt of the component based certification received as an intermediate mechanism provided in the Concession Agreement is reduced from the cost of the Intangible asset as the construction work is still in progress and the entire asset is not ready for its intended purpose. However, where there is other than temporary delay due to reasons beyond the control of the Company, the management may treat asset is ready for its intended use and discontinue to reduce the revenue from the cost of the Intangible assets, and asset will be capitalised.

6. Cash and Cash Equivalents

Cash and bank balances, and bank deposits that have insignificant risk of change in value and original duration of up to three months, are included in the Company's cash and cash equivalents.

7. Cash Flow Statements

The Cash Flow Statement is prepared in accordance with the "Indirect Method" as explained in the Accounting Standard (AS) 3 on "Cash Flow Statement".

8. Provisions and Contingencies

A provision is made based on reliable estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation

Contingent Liabilities, if material are disclosed by way of notes to accounts

Contingent asset are not recognised or disclosed in the financial information.

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED

9. Employee Cost:

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.

10. Taxation

Income tax comprises of Current Tax and net changes in Deferred Tax Assets or liabilities during the year. Current Tax is determined at the amount of tax payable in respect of taxable income for the year as per the Income tax Act, 1961.

Deferred Tax Assets and Liabilities are recognised for the future tax consequences of timing differences between the book profit and the tax profit. Deferred Tax Assets and Liabilities other than carry forward losses and unabsorbed depreciation under tax laws are recognised when it is reasonably certain that there will be future taxable income. Deferred Tax Asset on carry forward losses and unabsorbed depreciation, if any, are recognised when it is virtually certain that there will be future taxable profit. Deferred Tax Assets and Liabilities are measured using substantively enacted tax rates. The effect on deferred tax assets and liabilities of a change in tax rates is recognised in the Profit and Loss Account in the period of substantive enactment of the change.

11. Earnings Per Share

Basic earnings per share is calculated by dividing the net profit after tax for the period attributable to equity shareholders of the Company by the weighted Average number of shares outstanding during the period.

Diluted earnings per share is calculated by dividing the net profit after tax or Loss for the period attributable to equity shareholders of the Company by the weighted Average number of shares outstanding during the period adjusted for the effects of all dilutive potential equity shares.

12. Borrowing Cost

Borrowing costs includes Interest, other cost incurred in connection with borrowings. Cost directly attributable to the acquisition, construction of the roads are capitalised up to the date of the final completion certificate of the asset / facility received from the authority as specified in Concession Agreement. All borrowing costs subsequent to the date of capitalisation of 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.

13. 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. Recoverable amount is 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 discounting factor.

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED

14. Government Grants:

- (a) Government grants are recognised only when it is reasonably certain that the Company will comply with the attached conditions and the ultimate collection is not in doubt.
- (b) Grants received as compensation for expenses or losses are taken to the Profit and Loss Account and is accounted in the period to which it relates. Grants in the nature of promoter's contribution are treated as Capital Reserve.

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 2: Share capital

Particulars	As at March 31, 2016		As at March 31, 2015	
	Number	₹	Number	₹
Authorised Equity Shares of Rupees 10/- each	150,000,000	1,500,000,000	150,000,000	1,500,000,000
Issued Equity Shares of Rupees 10/- each	140,000,000	1,400,000,000	140,000,000	1,400,000,000
Subscribed and Paid up Equity Shares of Rupees 10/- each fully paid (refer foot note no. i to iii)	140,000,000	1,400,000,000	140,000,000	1,400,000,000
Total	140,000,000	1,400,000,000	140,000,000	1,400,000,000

Foot Notes:

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

Particulars	As at March 31, 2016		As at March 31, 2015	
	Equity Shares		Equity Shares	
	No. of Shares	₹	No. of Shares	₹
Shares outstanding at the beginning of the year	140,000,000	1,400,000,000	140,000,000	1,400,000,000
Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	140,000,000	1,400,000,000	140,000,000	1,400,000,000

ii. Shareholding more than 5% shares

Name of Shareholder	As at March 31, 2016		As at March 31, 2015	
	No. of Shares held	% of total holding	No. of Shares held	% of total holding
IL&FS Transportation Networks Limited (Holding Company)	140,000,000	100.00%	140,000,000	100.00%
Total	140,000,000	100.00%	140,000,000	100.00%

iii. Terms / Rights attached to Equity Shares

The Company has only one class of equity shares having a par value of Rs. 10/- each. Each holder of equity shares is entitled to one vote per share.

Note 3: Reserves and surplus

Particulars	As at March 31, 2016		As at March 31, 2015	
(a) Capital Reserve (Refer footnote - i)		390,000,000		390,000,000
(b) Deficit in statement of Profit / (Loss)				
Opening balance	(1,631,384,183)		(1,381,339,446)	
(-) Depreciation Charge (Refer footnote - ii)	-		(93,934)	
(+) Loss for the current year	(414,451,195)	(2,045,835,378)	(249,950,803)	(1,631,384,183)
Total		(1,655,835,378)		(1,241,384,183)

Foot Note:

i. Capital Reserves:

Grant from Ministry of Road Transport and Highways : The Company in accordance with the concession agreement signed with Department of Road Transport and Highways is entitled to Grant of Rs. 754,650,000/-. Of the above, Company had received Rs.390,000,000/- towards equity support as per clause 25.2 of Concession Agreement during construction period. And balance of Rs.364,650,000/- is towards Operation and Maintenance support as per clause 25.3 of Concession Agreement, which has been fully received as on March 31, 2016.

ii. Depreciation charged Rs.93,934/- debited to opening deficit in Statement of Profit / (Loss), as per Schedule II of Companies Act 2013, due to change in estimated balance useful life being NIL as on March 31, 2014.

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 4: Long-term borrowings

Particulars	As at March 31, 2016		As at March 31, 2015	
Term Loans				
(i) Secured				
From banks		693,800,000		1,142,200,000
(ii) Unsecured				
From banks	422,857,143		731,428,572	
From Holding Company	1,165,900,000	1,588,757,143	963,400,000	1,694,828,572
Total		2,282,557,143		2,837,028,572

Foot Notes:

i. Secured By:

Term loans from banks are secured by hypothecation of:

- All movable, tangible and intangible assets, receivables, cash and investments created as part of the project.
- All the monies lying in Escrow Account into which all the investments in the Project and all Project revenues and insurance proceeds are to be deposited.
- Assignment of all rights, title, benefits, claims and demands of the Borrowers under Project Agreements i.e. Concession agreement, Substitution agreement, Construction contract and operations contract, etc.
- Assignment of all rights under project guarantees obtained pursuant to development contract or operations contract, if any relating to the project.
- First ranking assignment of all contract, documents insurance contracts/insurance Proceeds (Security Trustee to be named as loss payee), clearances and interests of the Borrower.
- Debt Service Reserve Account and any other accounts required to be created by the Borrower under any Project agreement contract.

ii. Terms of Repayment:

- The Borrower shall repay the term loans to each of the senior lenders as per the repayment schedule, as set out in Footnote-iii
- Amounts repaid by the Borrower shall not be re-borrowed.
- Any senior lenders may, in suitable circumstances, at the request of the Borrower and subject to consent of the other senior lenders revise or vary the repayment schedule or postpone the payment of any specific repayment installment(s) or part thereof, upon such terms and conditions as are specified by Senior Lenders. Such varied term and conditions shall form a part of this agreement as an amendment to repayment schedule hereto.
- In the event of any default in the payment of the repayment installments of principal, interest and default interest, postponement, if any, allowed by any of the senior lenders shall be at the rate of interest as may be stipulated by the concerned senior lenders at the time of postponement.

iii. Repayment Schedule:

Financial Year	Amount in ₹		
	Amount of Senior Debt Repayment	Amount of Unsecured Term Loan Repayment	Amount of Sub Debt Repayment
2016-2017	448,400,000	308,571,428	-
2017-2018	358,400,000	308,571,428	-
2018-2019	268,400,000	114,285,716	-
2019-2020	67,000,000	-	106,500,000
2020-2021	-	-	106,500,000
2030-2031	-	-	333,560,374
2031-2032	-	-	619,339,626
Total	1,142,200,000	731,428,572	1,165,900,000

iv. Interest Rate:

Particulars	Loan Amount	Rate of Interest (%)
Senior Debt	1,142,200,000	11.65
Unsecured Term Loan	160,000,000	11.60
Unsecured Term Loan	571,428,572	11.35
Sub Debt	213,000,000	12.00
Sub Debt	952,900,000	13.25

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 5: Other long term liabilities

Amount in ₹

Particulars	As at March 31, 2016		As at March 31, 2015	
Retention Money Payable To related parties		66,578,558		62,960,568
Total		66,578,558		62,960,568

Note 6: Current Maturities of Long-term debt

Amount in ₹

Particulars	As at March 31, 2016		As at March 31, 2015	
Term Loans (i) Secured From banks		448,400,000		418,900,000
(ii) Unsecured From banks		308,571,429		308,571,428
Total		756,971,429		727,471,428

Note 7: Short-term borrowings

Amount in ₹

Particulars	As at March 31, 2016		As at March 31, 2015	
Loans from related parties (Unsecured) From Holding Company From Ultimate Holding Company		1,677,500,000 500,000,000		1,202,500,000 -
Total		2,177,500,000		1,202,500,000

Note 8: Other current liabilities

Amount in ₹

Particulars	As at March 31, 2016		As at March 31, 2015	
(a) Interest accrued and due (Holding company)		66,719,472		-
(b) Income received in advance		30,803		29,225
(c) Statutory Dues		329,295		514,227
(d) Sundry Creditors for Fixed Assets - Related Parties - Others	3,067,464,337 4,498,114	3,071,962,451	3,015,015,668 12,304,025	3,027,319,693
(e) Sundry Creditors - Others		2,724,648		1,151,882
Total		3,141,766,669		3,029,015,027

Footnote:

According to the records available with the Company, there were no dues to Micro and Small Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006. Hence disclosures, if any, relating to amounts unpaid as at the end of the year with the interest paid / payable as required under the said Act have not been given.

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 9: Fixed assets

Particulars	Gross block (At Cost)				Accumulated depreciation / amortisation				Net block	
	Balance as at April 1st 2015	Balance as at March 31, 2016	Disposals/ Deduction	Balance as at April 1st 2015	Adjustments	Depreciation charge for the year	On disposals	Balance as at March 31, 2016	Balance as at March 31, 2016	Balance as at March 31, 2015
a) Tangible assets										
Vehicles	553,252	553,252	-	302,084	-	84,188	-	166,980	166,980	251,168
Data processing equipments	518,321	427,642	(183,618)	518,312	-	28,395	(183,615)	64,550	64,550	9
Office equipments	201,192	119,289	(81,903)	201,168	-	-	(81,892)	13	13	24
Furniture and fixtures	333,530	313,572	(19,958)	185,929	-	44,757	(19,943)	102,829	102,829	147,601
Total	1,606,295	1,413,755	(285,479)	1,207,493	-	157,340	(285,450)	334,372	334,372	398,802
b) Intangible assets										
Software / Licences	43,800	43,800	-	43,799	-	-	-	43,799	43,799	1
Rights under service concession arrangements	3,509,416,599	3,509,416,599	-	587,967,997	-	9,557,370	-	2,911,891,232	2,911,891,232	2,921,448,602
Total	3,509,460,399	3,509,460,399	-	588,011,796	-	9,557,370	-	2,911,891,233	2,911,891,233	2,921,448,603
c) Intangible Assets Under Development										
	4,230,044,147	4,436,902,618	-	-	-	-	-	4,436,902,618	4,436,902,618	4,230,044,147
GRAND TOTAL	7,741,110,841	7,947,776,772	(285,479)	589,219,289	-	9,714,710	(285,450)	7,349,128,223	7,349,128,223	7,151,891,552
PREVIOUS YEAR	7,126,354,362	7,741,110,841	-	581,636,575	93,934	7,488,780	-	7,151,891,552	7,151,891,552	6,544,717,786

Amount in ₹

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 10: Long-term loans and advances (Unsecured Considered good)

Amount in ₹

Particulars	As at March 31, 2016		As at March 31, 2015	
(a) Mobilisation Advances - To related parties		579,452,411		592,679,432
(b) Security Deposits		286,150		286,150
(c) Other loans and advances - WCT Receivable	5,648,061		5,648,061	
- Advance payment of taxes	21,251,420	26,899,481	20,685,228	26,333,289
Total		606,638,042		619,298,871

Note 11: Other non-current assets

Amount in ₹

Particulars	As at March 31, 2016		As at March 31, 2015	
Other non-current assets - Unamortised borrowing cost		4,829,014		13,355,545
Total		4,829,014		13,355,545

Note 12: Cash and cash equivalents

Amount in ₹

Particulars	As at March 31, 2016		As at March 31, 2015	
(a) Cash and cash equivalents Cash on hand	932,093		789,229	
Current accounts (refer footnote)	8,755,763	9,687,856	13,451,579	14,240,808
(b) Other bank balances Fixed Deposits less than 12 months (under lien with bank for unsecured term loan)		186,500,000		187,461,348
Total		196,187,856		201,702,156

Footnote

Includes

- Balance of Rs 266,080/- (P/Y Rs.4,173,051/-) in an Escrow Account in accordance with the Concession Agreement dated April 01, 2009

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 13: Short-term loans and advances (Unsecured, Considered good)

Amount in ₹

Particulars	As at March 31, 2016		As at March 31, 2015	
Other loans and advances Pre-paid expenses		610,147		976,286
Total		610,147		976,286

Note 14: Other current assets (Unsecured, Considered good)

Amount in ₹

Particulars	As at March 31, 2016		As at March 31, 2015	
(a) Unamortised borrowing cost		8,254,482		12,590,414
(b) Mobilisation Advances - Others		2,682,133		3,175,748
(c) National Saving Certificates (Deposited with Sales Tax Department, Govt. of Rajasthan)		20,000		20,000
(d) Interest accrued but not due		9,812		7,563
(e) Other receivables		-		644,863
(f) Interest accrued but not due - Fixed Deposit		1,178,712		928,415
(g) Grant receivable from Ministry of Road Transport and Highways		-		12,999,999
Total		12,145,139		30,367,002

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 15: Revenue from operations

Amount in ₹

Particulars	For the year ended March 31, 2016		For the year ended March 31, 2015	
Income from services				
Toll revenue	271,021,787		234,121,523	
Operation and maintenance Grant from MORTH	650,001	271,671,788	79,083,333	313,204,856
Total		271,671,788		313,204,856

Note 16: Other income

Amount in ₹

Particulars	For the year ended March 31, 2016		For the year ended March 31, 2015	
(a) Interest Income				
Interest on bank deposits	11,257,182		2,099,737	
Others	2,249	11,259,431	2,080	2,101,817
(b) Profit on sale of fixed assets (net)		7,971		-
Total		11,267,402		2,101,817

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 17: Operating expenses

Amount in ₹

Particulars	For the year ended March 31, 2016		For the year ended March 31, 2015	
Operation and maintenance expenses		78,035,496		74,319,528
Total		78,035,496		74,319,528

Note 18: Employee Cost

Particulars	For the year ended March 31, 2016		For the year ended March 31, 2015	
Salaries, Wages and allowances		235,184		-
Total		235,184		-

Note 19: Finance cost

Amount in ₹

Particulars	For the year ended March 31, 2016		For the year ended March 31, 2015	
(a) Interest expenses				
Interest on loans	584,863,234		461,367,531	
Other interest - Delayed payment of WCT/TDS	21	584,863,255	15	461,367,546
(b) Other borrowing costs				
Guarantee commission	1,499,396		1,490,405	
Finance charges	14,030,015	15,529,411	15,681,554	17,171,959
Total		600,392,666		478,539,505

Note: 20: Administrative and general expenses

Amount in ₹

Particulars	For the year ended March 31, 2016		For the year ended March 31, 2015	
Legal and consultation fees	6,334,232		3,597,335	
Auditors' Remuneration (refer footnote)	481,470		353,934	
Travelling and conveyance	305,938		44,112	
Rates and taxes	32,038		11,257	
Advertising Expenses	290,052		-	
Bank commission	776,595		669,016	
Insurance	303,751		8,548	
Printing and stationery	66,098		44,000	
Sitting Fees	420,674		174,158	
Miscellaneous expenses	1,481	9,012,329	7,303	4,909,663
Total		9,012,329		4,909,663

Footnote

Auditor's Remuneration

Amount in ₹

Sr. No.	Description	For the year ended March 31, 2016	For the year ended March 31, 2015
1	Audit Fees	406,475	337,080
2	Out of Pocket Expenses	6,766	-
3	Other Services	68,229	16,854

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED**Notes forming part of the Financial Statements for the year ended March 31, 2016****Note 21: Earnings per equity share**

Particulars	Unit	For the year ended March 31, 2016	For the year ended March 31, 2015
Loss after tax	₹	(414,451,195)	(249,950,803)
Deperciation charge to surplus / deficit in the Statement of Profit and Loss due to change in depreciation policy as per the Companies Act 2013.	₹	-	(93,934)
Loss available for Equity Shareholders	₹	(414,451,195)	(250,044,737)
Weighted number of Equity Shares outstanding	Numbers	140,000,000	140,000,000
Nominal Value of equity shares	₹	10.00	10.00
Basic Earnings per share	₹	(2.96)	(1.79)
Equity shares used to compute diluted earnings per share	Numbers	140,000,000	140,000,000
Diluted Earnings per share	₹	(2.96)	(1.79)

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 22: Contingent liabilities and capital commitments

A) Contingent liabilities :

Amount in ₹

Particulars		As at March 31, 2016	As at March 31, 2015
Sr. No.	Description		
1	Demand for Assessment Year 2011-12 for work contract tax for which the Company's appeal is pending with the appellate authority	4,703,066	4,703,066
2	Demand for Assessment Year 2012-13 for work contract tax for which the Company's appeal is pending with the appellate authority	944,995	944,995
3	Claims against the Company not acknowledged as debts Income tax demands for Assessment Year 2011-12 contested by the Company	159,780	159,780

B) Financial commitments pending to be executed :

Amount in ₹

Particulars			As at March 31, 2016	As at March 31, 2015
Sr. No.	Name of Party	Description		
1	IL&FS Trust Company Limited	Estimated amount of contracts to be executed on security trusteeship fees (excluding taxes) (upto the end of repayment of last installment of term loan)	1,625,000	2,125,000

C) Operating commitments pending to be executed :

Amount in ₹

Particulars			As at March 31, 2016	As at March 31, 2015
Sr. No.	Name of Party	Description		
1	IL&FS Transportation Networks Limited	Estimated amount of contracts to be executed on Operation & Maintenance (Base Price Rs.64,200,000/- p.a. for base financial year 2011, escalated @5% p.a. for the period upto the end of concession period)	3,646,372,578	3,724,408,079

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

Amount in ₹

Particulars			As at March 31, 2016	As at March 31, 2015
Sr. No.	Name of Party	Description		
1	IL&FS Transportation Networks Limited	Estimated amount of contracts to be executed on capital account and not provided for net of capital advances of Rs.579,452,411/- (Previous Year Rs. 592,679,432/-)	6,760,797,674	6,892,289,901

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 23: Related Party Statement

1. List of Related Parties

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 Trust Company Limited	ITCL
	IL&FS Financial Services Limited	IFIN
	IL&FS Securities Services Limited	ISSL
	ISSL CPG BPO Pvt. Ltd.	ISCBPL
Key Management personnel:	Mr. Ashutosh Chandwar (resign w.e.f. January 21, 2015)	Managing Director
	Mr. Umesh Mathur	Manager
	Mrs. Preeti Jain	Chief Financial Officer
	Mrs. Anita Renuse	Company Secretary

2. Details of balances and transactions during the year with related parties

Account head	Name of Entity	Amount in ₹	
		As at March 31, 2016	As at March 31, 2015
Balances:			
Retention Money - Payable	ITNL	66,578,558	62,960,568
Sundry Creditors	ITNL	3,066,133,403	3,015,015,668
Mobilisation Advance	ITNL	579,452,411	592,679,432
Interest accrued and due	ITNL	66,719,472	-
Long Term Unsecured Loan	ITNL	1,165,900,000	963,400,000
Unsecured Loan - Short Term Loan	ITNL	1,677,500,000	1,202,500,000
Sundry Creditors	IFIN	1,330,934	-
Unsecured Loan - Short Term Loan	IL&FS	500,000,000	-
		For the year ended	For the year ended
		March 31, 2016	March 31, 2015
Transactions:			
Construction Cost	ITNL	144,719,248	290,483,705
Project Development Fees	ITNL	-	250,000,000
Operation & Maintenance Charges	ITNL	78,035,496	74,319,528
Interest on Loan (Charged to Profit & Loss)	ITNL	258,479,146	118,327,595
Interest on Loan Capitalised	ITNL	53,479,417	61,207,225
Unsecured long term Loan Taken	ITNL	202,500,000	595,400,000
Unsecured Short term Loan Taken	ITNL	1,975,000,000	777,500,000
Unsecured Short term Loan Repaid	ITNL	1,500,000,000	-
Deputation Cost (Charged to Profit & Loss)			
Reimbursement	ITNL	1,201,581	564,993
Deputation Cost (Capitalised)			
Reimbursement	ITNL	306,376	564,996
Guarantee Commission (Reimbursement)	ITNL	1,101,232	2,461,829
Unsecured Short term Loan Taken	IL&FS	1,500,000,000	-
Unsecured Short term Loan Repaid	IL&FS	1,000,000,000	-
Interest on Loan (Charged to Profit & Loss)	IL&FS	49,972,602	-
Travelling & Conveyance Expenses - Reimbursement (Capitalised)	IFIN	1,478,816	-
Legal & Professional fee	ISSL	-	18,972
Legal & Professional fee	ISCBPL	17,175	-
Security Trustee Fees paid	ITCL	568,633	561,800
Company Secretary	Anita Renuse	217,184	-
CFO	Preeti Jain	126,949	-

ITNL ROAD INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2016

Note 24:

Two laning for 14 km was pending due to non clearance from National Board of Wild Life. During the previous Financial year company had received the same, after receiving clearance from Supreme court. Developer (ITNL) will construct the stretch of 14 km and the cost for the same also will be borne by Developer.

Note 25:

Initially, Company had opted for two laning. In the meeting with Ministry of Road Transport & Highways (MoRTH) of 17th February 2012, It was mutually agreed to do four laning of the project and the same was approved by Board of the Company during the financial year 2012-13. Pursuant to this, Company is constructing four laning for the project. Construction work has been temporarily suspended due to non receipt of 100% land, further it is expected to be resumed by December 2016.

Note 26:

The Company has incurred net losses of Rs.414,451,195/- during the year from 1st April 2015 to 31st March 2016 and has a negative working capital as at 31st March, 2016. The Management believes that the Company will be able to operate as a going concern in the foreseeable future and meet all its obligations as they fall due for payment as the Company has already commenced the construction of four laning project which will have consequential increase in revenues and profits over the extended concession period.

Based on the above and the financial support from the promoters of the Company, the Financial Statements are prepared on a going concern basis

Note 27:

Loans and Advances have a value on realization in ordinary course of business at least equal to amount at which they are stated in the Balance sheet and no provision is required.

Note 28: Deffered Tax

In accordance with the Accounting Standard on "Accounting for Taxes on Income" (AS-22), deferred tax assets and liability should be recognised for all timing differences in accordance with the said standard. However considering the present financial position and requirement of the said Accounting Standard-22 regarding virtual certainty, the carried forward losses is not recognised as an asset. However, the same will be re-assessed at subsequent Balance Sheet date and will be accounted for in the year of virtual certainty in accordance with the aforesaid Accounting Standard.

Note 29: Segment Information

As the Company operates in a single business as well as geographical segment, the disclosures required under the Accounting Standard on "Segment Reporting" (AS-17) notified under the Companies Accounting Standards Rules, 2006 is not applicable.

Note 30: Previous year figures

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


For D. R. Mehnot & Co.
Chartered Accountants
Firm Registration No. 001388C

D. R. Mehnot
Partner
Members' ID Number : 070579

Place: Mumbai
Date: April 26, 2016

For and on behalf of the Board


Director
Din No.


Chief Financial Officer
Place: Mumbai
Date: April 26, 2016


Manager


Company Secretary