

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE MEMBERS OF KIRATPUR NER CHOWK EXPRESSWAY LIMITED**

#### **Report on the Financial Statements**

We have audited the accompanying financial statements of Kiratpur NER Chowk Expressway 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 period 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 of 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 period ended on that date.

### **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 Companies Act, 2013, we enclosed in the annexure a statement on the matters specified in paragraph 3 and 4 of the said Order to the extent applicable.
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 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 Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. There are no observations or comments on the financial transactions or matters which have any adverse effect on the functioning of the company.
  - f. On the basis of the written representations received from the directors as on 31st March, 2016 taken on record, 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. 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-A".
  - h. 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 not pending litigation which would impact its financial position;



- ii. The company did not have any long-term contract including derivative contract for which there were any material foreseeable losses;
- iii. There were no amounts which were required by the company to be transferred to the Investor Education and Protection Fund.

For Gianender & Associates  
Chartered Accountants  
(Firm's Registration No. 004661N)



Ramesh Koul  
(Partner)  
(Membership No. 077804)

Place: New Delhi  
Date: 26<sup>th</sup> April, 2016

**Annexures to the Independent Auditor's Report of Kiratpur Ner Chowk Expressway Limited for the Year ended as on 31<sup>st</sup> March 2016**

**Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report on even date:-**

- i. a) The company is maintaining 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 regular intervals and no material discrepancies were noticed on such verification
- c) Company does not own any immovable property hence reporting under this clause not applicable.
- ii. As the company is engaged in the business of infrastructure development, operations and its maintenance and there is no inventory in hand at any point of time, hence paragraph 3(ii) of the Order is not applicable to the company.
- iii. The Company has not granted any loans, secured or unsecured to companies, firms, limited liabilities partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence, reporting under clause (a) to (c) of Para 3(iii) are not applicable.
- iv. The Company has not entered into any transaction in respect of loans, investments, guarantee and securities, which attracts compliance to the provisions of the sections 185 and 186 of the Companies Act, 2013. Therefore, the paragraph 3(iv) of the Order is not applicable to the company.
- v. The Company has not accepted deposits in terms of the provisions of section 73 to 76 of the Companies Act, 2013 and rules framed there under. Therefore, the paragraph 3(v) of the Order is not applicable to the company.
- vi. Cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 are not applicable to the company.
- vii. a) According to the information and explanations given to us and on the basis of our examination of the books of accounts, the company has been generally regular in depositing undisputed statutory dues including provident fund, employee state insurance, income tax, service tax, value added tax, cess and other statutory dues during the year with the appropriate authorities. As on 31<sup>st</sup> March 2016, there are no undisputed statutory dues payables for period exceeding for a period more than six months from the date they become payable.
- b) According to the information and explanations given to us, there were no statutory dues pending in respect of income tax, sales tax, VAT, custom duty and cess etc. on account of any dispute.
- viii. The Company has not defaulted in repayment of any loans or borrowings from any bank or financial institution . Company has not issued debentures and taken any loan from Government.
- ix. The company has not raised any money by way of term loan or by way of initial public offer or further public offer.
- x. According to the information and explanation given to us by the management which have been relied by us, there were no frauds on or by the company noticed or reported during the period under audit.



- xii. In our opinion, the managerial remuneration paid or provided by the company are in accordance with the provision of section 197 read with Schedule V of the Companies Act 2013.
- xiii. The company is not a Nidhi Company, therefore para 3(xii) of the Order is not applicable.
- xiv. In our opinion and according to the information provided to use, the transaction entered with the related parties are in compliance with section 177 and 188 of the Act and are disclosed in the financial statements as required by the applicable accounting standards.
- xv. The company has not made any preferential allotment of shares or debentures during the year.
- xvi. According to the information provided to us, the company has not entered into any non-cash transaction with directors or the persons connected with him covered under section 192 of the Companies Act 2013. Therefore, paragraph 3(xv) of the Order is not applicable to the company.
- xvii. According to the information provided to us, the company is not required to be registered under section 45IA of the Reserve Bank of India Act, 1934. Therefore, paragraph 3(xvi) of the Order is not applicable to the company.

For Gianender & Associates  
Chartered Accountants  
(Firm's Registration No. 004661N)



A handwritten signature in blue ink, appearing to read "Ramesh Koul".

Ramesh Koul  
(Partner)  
(Membership No. 077804)

Place: New Delhi  
Date: 26<sup>th</sup> April, 2016

## **Annexure-A**

**Annexure referred to in paragraph 2 under the heading “Report on Other Legal and Regulatory Requirements” of our report on even date:-**

**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 Kiratpur NER Chowk Expressway Limited (“the Company”) as of March 31, 2016 in conjunction with our audit of the 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 my /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.

Place: New Delhi  
Date: 26<sup>th</sup> April, 2016

For Gianender & Associates  
Chartered Accountants  
(Firm's Registration No. 004661N)



  
Ramesh Koul  
(Partner)

(Membership No. 077804)

KIRATPUR NER CHOWK EXPRESSWAY LIMITED

**Balance Sheet** as at March 31, 2016

CIN No.: U45203MH2012PLC226792

	Particulars	Note No.	As At	
			March 31, 2016	March 31, 2015
	<b>EQUITY AND LIABILITIES</b>			
1	<b>SHAREHOLDERS' FUNDS</b>			
	(a) Share Capital	2	4,159,500,000	3,207,500,000
	(b) Reserves and Surplus	3	(35,925,545)	(32,698,667)
			<b>4,123,574,455</b>	<b>3,174,801,333</b>
2	<b>NON-CURRENT LIABILITIES</b>			
	(a) Long Term Borrowings	4	8,946,600,000	6,636,900,000
	(b) Other Long Term Liabilities	5	3,057,366	3,793,465
			<b>8,949,657,366</b>	<b>6,640,693,465</b>
3	<b>CURRENT LIABILITIES</b>			
	(a) Other Current Liabilities	6	882,230,860	534,545,211
			<b>882,230,860</b>	<b>534,545,211</b>
	<b>TOTAL</b>		<b>13,955,462,681</b>	<b>10,350,040,009</b>
	<b>ASSETS</b>			
1	<b>NON CURRENT ASSETS</b>			
	(a) Fixed Assets	7		
	(i) Tangible Assets (Net)		279,053	876,297
	(ii) Intangible Assets under Development		12,731,096,254	7,747,943,097
			<b>12,731,375,307</b>	<b>7,748,819,394</b>
	(b) Long-term Loans and Advances (Net)	8	977,364,222	1,369,150,292
	(c) Other non-current assets	10	200,000	200,000
			<b>977,564,222</b>	<b>1,369,350,292</b>
2	<b>CURRENT ASSETS</b>			
	(a) Other current assets	11	67,701,589	2,960,376
	(b) Trade Receivables (Net)		-	-
	(c) Cash and Cash Equivalents	12	150,582,202	1,183,247,678
	(d) Short-term Loans and Advances	9	28,239,361	45,662,269
			<b>246,523,152</b>	<b>1,231,870,323</b>
	<b>TOTAL</b>		<b>13,955,462,681</b>	<b>10,350,040,009</b>

Note 1 to 19 forms part of the financial statements.

In terms of our report attached.  
**For Gianender & Associates**  
 Chartered Accountants  
 Firm Registration no. 004661N

  
 Ramesh Koul

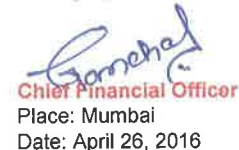
**Partner**  
 Membership Number : 077804  
 Place: New Delhi  
 Date: April 26, 2016



For and on behalf of the Board

  
**Managing Director**

  
**Director**

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



# KIRATPUR NER CHOWK EXPRESSWAY LIMITED

Statement of Profit and Loss for the Year Ended March 31, 2016

CIN No.: U45203MH2012PLC226792

		₹		
	Particulars	Note	For the year ended March 31, 2016	For the year ended March 31, 2015
I	Revenue from operations		-	-
II	Other income	13	18,276	18,000
III	Total revenue (I + II)		18,276	18,000
IV	Expenses			
	Operating expenses		-	-
	Administrative and general expenses	14	3,245,154	9,995,941
	Total expenses (IV)		3,245,154	9,995,941
V	Profit / (Loss) before taxation (III-IV)		(3,226,878)	(9,977,941)
VI	Tax expense:			
	(1) Current tax		-	-
	(2) Tax relating to earlier period		-	-
	(3) MAT credit entitlement		-	-
	Total tax expense (VI)		-	-
VII	Profit / (Loss) before consolidation adjustments (V-VI)		(3,226,878)	(9,977,941)
VIII	Share of profit transferred to minority interest (net)		-	-
IX	Share of profit / (loss) of associates (net)		-	-
	Profit / (Loss) for the period (VII+VIII+IX)		(3,226,878)	(9,977,941)
	Earnings per equity share (Face value per share Rupees 10/-):	15		
	(1) Basic		(0.01)	(0.03)
	(2) Diluted		(0.01)	(0.03)

Note 1 to 19 forms part of the financial statements.

In terms of our report attached.  
**For Gianender & Associates**  
 Chartered Accountants  
 Firm Registration no. 004661N

  
 Ramesh Koul  
 Partner  
 Membership Number : 077804



Place: New Delhi  
 Date: April 26, 2016

For and on behalf of the Board

  
 Managing Director

  
 Director

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

**KIRATPUR NER CHOWK EXPRESSWAY LIMITED**

**Cash Flow Statement** for the Year Ended March 31, 2016

CIN No.: U45203MH2012PLC226792

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
<b>Cash Flow from Operating Activities</b>		
Profit Before Taxes, Minority Interest and Share of Associates	(3,226,878)	(9,977,941)
<b>Adjustments for :-</b>		
Interest Income	(18,276)	(18,000)
Construction income	0	0
Construction contract costs	0	0
Profit on sale of investments (net)	0	0
<b>Operating profit before Working Capital Changes</b>	<b>(3,245,154)</b>	<b>(9,995,941)</b>
<b>Adjustments changes in working capital:</b>		
(Decrease) / Increase in other assets & loans and advances (current and non current)		
Increase in liabilities (current and non current)		
<b>Cash Generated from Operations</b>	<b>(3,245,154)</b>	<b>(9,995,941)</b>
Direct Taxes paid (Net)	(2,168,652)	(2,975,886)
<b>Net Cash generated from Operating Activities (A)</b>	<b>(5,413,806)</b>	<b>(12,971,827)</b>
<b>Cash flow from Investing Activities</b>		
Payment for Intangible Assets	(4,982,555,913)	(3,389,891,035)
(Decrease) / Increase in other assets & loans and advances (current and non current)	346,636,417	(346,287,459)
Increase in liabilities (current and non current)	346,949,550	(3,146,867,766)
Payment for fixed assets	-	-
Interest received	18,276	18,000
<b>Net Cash used in Investing Activities (B)</b>	<b>(4,288,951,670)</b>	<b>(6,883,028,260)</b>
<b>Cash flow from Financing Activities</b>		
Proceeds from Issue of Shares	952,000,000	1,437,500,000
(Decrease)/ Increase in share capital	-	-
Proceeds from borrowings	2,597,900,000	6,636,900,000
Repayments of borrowings	(288,200,000)	-
<b>Net Cash generated from Financing Activities (C)</b>	<b>3,261,700,000</b>	<b>8,074,400,000</b>
<b>Net Decrease in Cash and Cash Equivalents (A+B+C)</b>	<b>(1,032,665,476)</b>	<b>1,178,399,913</b>
Cash and Cash Equivalent at the beginning of the year / period	1,183,247,678	4,847,765
Cash and Cash Equivalent at the end of the year / period	150,582,202	1,183,247,678
<b>Net Decrease in Cash and Cash Equivalents</b>	<b>(1,032,665,476)</b>	<b>1,178,399,913</b>
	₹	₹
<b>Components of Cash and Cash Equivalents</b>		
Cash on Hand	1,111	6,423
Balances with Banks in current accounts	150,581,091	383,241,255
Balances with Banks in deposit accounts	-	800,000,000
	<b>150,582,202</b>	<b>1,183,247,678</b>
Unpaid Dividend Accounts	-	-
Bank balances held as margin money or else security against borrowings	-	-
<b>Cash and Cash Equivalents as per Balance Sheet</b>	<b>150,582,202</b>	<b>1,183,247,678</b>

Note 1 to 19 forms part of the financial statements.

In terms of our report attached.  
For Gianender & Associates  
Chartered Accountants  
Firm Registration no. 004661N

*Ramesh Koul*

Ramesh Koul  
Partner  
Membership Number : 077804  
Place: New Delhi  
Date: April 26, 2016



For and on behalf of the Board

*Sham*  
Managing Director

*Be*  
Director

*Ramehad*  
Chief Financial Officer

Place: Mumbai  
Date: April 26, 2016

# Kiratpur Ner Chowk Expressway Limited

Notes forming parts of the Financial Statements for the year ended March 31, 2016

## Note 1 – SIGNIFICANT ACCOUNTING POLICIES

### 1. Background

Kiratpur Ner Chowk Expressway Limited ("KNCEL") a Special Purpose Vehicle ("SPV") promoted by IL&FS Transportation Networks Limited (ITNL), has been awarded the project involving development and operation involving 4-lanning of the Kiratpur - Ner - Chowk section of NH-21, under a design, build, finance, operate & transfer ("DBFOT") basis (the "Project") was signed on March 16, 2012 and the concession period of the Project is 28years from the appointed date.

### 2. Basis of preparation of Financial Statements

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. All income and expenditure having a material bearing on the financial statements are recognised on an accrual basis.

### 3. 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.

### 4. Fixed Assets and Depreciation

#### (a) Tangible Fixed assets and depreciation

Tangible fixed assets 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.

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



## Kiratpur Ner Chowk Expressway Limited

Notes forming parts of the Financial Statements for the year ended March 31, 2016

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	5	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.

### (b) Intangible assets and Amortisation

- a. An intangible asset is recognised when it is probable that future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably.
- b. Carriageway representing toll collection rights are obtained in consideration for rendering construction, operation and maintenance services in relation to building and maintenance of the project on Build, Operate and Transfer basis. The cost of such carriageway comprises of construction cost and other pre-operative costs incurred during the construction phase.
- c. Administrative and other general overhead expenses net of income from temporary investments, incurred upto the date of commencement of commercial operations that are specifically attributable to the construction / acquisition / development of the Intangible assets is allocated and capitalised as part of cost of the asset. Other expenses have been written off in the year of incurrence of such expenditure.
- d. 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.



## Kiratpur Ner Chowk Expressway Limited

Notes forming parts of the Financial Statements for the year ended March 31, 2016

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) Intangible Asset under development

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 intangible asset under development 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 reducing the revenue from the cost of the Intangible assets, and asset will be capitalised.

### 5. Impairment of Assets

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

### 6. Borrowing Cost

Borrowing costs incurred in respect of borrowings made towards construction of the Project assets are treated as a part of Intangible Assets under Development for subsequent capitalization as on commencement of commercial operations of the road. Borrowing costs incurred subsequent to the capitalisation date are charged to the Statement of Profit and Loss. In accordance of Accounting Standard – 16 "Borrowing Costs", income earned on investment (short term) of funds intermittently surplus but inextricably linked with the project is set off against related borrowing cost.

### 7. Taxes on Income

Taxes include taxes on the Company's taxable profits, adjustment attributable to earlier periods and changes in deferred taxes. Valuation of all tax liabilities / receivables is conducted at nominal amounts and in accordance with enacted tax regulations and tax rates or in the case of deferred taxes those that have been substantially enacted.

Deferred tax is calculated to correspond to the tax effect arising when final tax is determined. Deferred tax corresponds to the net effect of tax on all timing differences,



## Kiratpur Ner Chowk Expressway Limited

Notes forming parts of the Financial Statements for the year ended March 31, 2016

which occur as a result of items being allowed for income tax purposes during a period different from when they were recognised in the financial statements.

Deferred tax assets are recognised with regard to all deductible timing differences to the extent that it is probable that taxable profit will be available against which deductible timing differences can be utilised. When the Company carries forward unused tax losses and unabsorbed depreciation, deferred tax assets are recognised only to the extent there is virtual certainty backed by convincing evidence that sufficient future taxable income will be available against which deferred tax assets can be realised.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced by the extent that it is no longer probable that sufficient taxable profit will be available to allow all or a part of the aggregate deferred tax asset to be utilised.

### 8. Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised but are disclosed in the notes to the financial statement. A contingent asset is neither recognised nor disclosed.

### 9. Revenue Recognition

Fee collections from the users of the facility are accounted as and when it becomes due and the recovery is certain.

Interest income is accrued at applicable interest rates on time proportionate basis.

### 10. Accounting of Claims:

Price Escalation and other claims or variation are recognized and reduced from the capital cost only when:-

- (a) Negotiations have reached to an advanced stage such that it is probable that authority will accept the claim; and/or
- (b) The amount that is probable will be accepted by the authority and can be measured reliably.
- (c) Claims against the company are recognised as and when accepted..

### 11. Earnings per Share

Basic earnings per share is calculated by dividing the net profit after tax for the year attributable to equity shareholders of the Company by the weighted average number of equity shares in issue during the year.

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



## **Kiratpur Ner Chowk Expressway Limited**

Notes forming parts of the Financial Statements for the year ended March 31, 2016

### **12. Cash and Cash Equivalents**

Cash and bank balances, and current investments that have insignificant risk of change in value, which have duration of up to three months, are included in the Company's cash and cash equivalents in the Cash Flow Statement.

### **13. Cash Flow Statements**

The Cash Flow Statement is prepared in accordance with "indirect method" as prescribed in the Accounting Standard (AS) 3 on "Cash Flow Statements".

### **14. Preliminary Expenditure**

Preliminary expenses incurred on incorporation of the Company are written off in the period during which it was incurred.

### **15. 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 twelve months after the reporting date,
- It is held primarily for the purpose of being traded,
- It is Cash or cash equivalent unless it restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.

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 twelve months after the reporting date,
- It is held primarily for the purpose of being traded,
- The company does not have an unconditional right to defer the settlement of the liability for at least twelve months after the reporting date.

All other liabilities are classified as Non-current.



# KIRATPUR NER CHOWK EXPRESSWAY 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	₹
<b>Authorised</b>				
Equity Shares of Rupees 10/- each	501,000,000	5,010,000,000	501,000,000	5,010,000,000
<b>Issued</b>				
Equity Shares of Rupees 10/- each	415,950,000	4,159,500,000	320,750,000	3,207,500,000
<b>Subscribed and Paid up</b>				
Equity Shares of Rupees 10/- each fully paid (refer foot note no. i, ii, iii and iv)	415,950,000	4,159,500,000	320,750,000	3,207,500,000
<b>Total</b>	<b>415,950,000</b>	<b>4,159,500,000</b>	<b>320,750,000</b>	<b>3,207,500,000</b>

### Foot Notes:

i. Of the above 415,950,000 shares are held by the holding Company and its nominees (As at March 31, 2015 : 320,750,000).

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

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 / period	320,750,000	3,207,500,000	177,000,000	1,770,000,000
Shares issued during the year / period	95,200,000	952,000,000	143,750,000	1,437,500,000
Shares bought back during the year / period			-	-
Shares outstanding at the end of the year / period	<b>415,950,000</b>	<b>4,159,500,000</b>	<b>320,750,000</b>	<b>3,207,500,000</b>

iii. 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 (the Holding Company and its nominees)	415,950,000	100.00%	320,750,000	100.00%
<b>Total</b>	<b>415,950,000</b>	<b>100.00%</b>	<b>320,750,000</b>	<b>100.00%</b>

iv. Terms / Rights attached to Equity Shares:

The company has one class of equity shares having a par value of ₹10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

## Note 3: Reserves and Surplus

Particulars	As at March 31, 2016		As at March 31, 2015	
<b>(a) Profit / (Loss) Surplus</b>				
Opening balance	(32,698,667)		(22,720,726)	
(+) Profit for the year	(3,226,878)		(9,977,941)	
(-) Consolidation adjustment				
(-) Transfer to general reserves				
(-) Tax on dividend and premium on preference shares of subsidiary		(35,925,545)		(32,698,667)
<b>Total</b>		<b>(35,925,545)</b>		<b>(32,698,667)</b>





# KIRATPUR NER CHOWK EXPRESSWAY 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	
(a) Term Loans				
(i) Secured				
From banks	5,551,300,000		4,398,700,000	
From financial institutions	2,301,500,000		1,715,700,000	
From related party	551,300,000		-	
From others	-	8,404,100,000	-	6,114,400,000
(ii) Unsecured				
From banks	-		-	
From financial institutions	-		-	
From related party	542,500,000		522,500,000	
From others	-	542,500,000	-	522,500,000
<b>Total</b>		<b>8,946,600,000</b>		<b>6,636,900,000</b>

### Foot Notes:

#### 1. Secured By:

- First charge on all the accounts of the Company, including the Escrow Account, only to the extent permitted under the concession agreement.
- Assignment of all the rights and interest of the Company to or in favour of the Senior Lenders to the extent covered by and in accordance with Substitution Agreement.
- Assignment of all rights of the Company under any guarantees that may be provided by any counter-party under any contract / agreement / document relating to the project, to the extent permissible under concession agreement.

#### 2. Terms of Repayment:

- The Borrower shall repay the term loans to each of the senior lenders in 54 unequal quarterly installments commencing on quarter ending June 30, 2019 and terminating on September 30, 2032 and to promoters in 7 unequal quarterly installments commencing on quarter ending December 31, 2030 and terminating on June 30, 2032, as per the Repayment schedule, as set out in Footnote (a).
  - Amounts repaid by the Company shall not be re-borrowed.
  - Any senior lenders may, in suitable circumstances, at the request of the Company 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 shall form a part of this agreement as an amendment to repayment schedule hereto.
  - If for any reason the amount finally disbursed by the senior lenders is less than the total commitments, the repayment installments shall stand reduced proportionately but shall be paid on the repayment dates as set out in the repayment schedule.
  - 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.
- (a). Repayment Schedule:  
Total Loans Commitment is Rs. 1,4748,600,000/- from Banks and Rs. 1,807,600,000/- from Promoters.  
Senior Debt : In 54 unequal quarterly installments commencing on quarter ending June 30, 2019 and terminating on September 30, 2032  
Sub Debt : In 7 unequal quarterly installments commencing on quarter ending December 31, 2030 and terminating on June 30, 2032

Financial Year	Repayment (% of Senior Debt)	Amount of Debt Repayment	Amount of Sub Debt Repayment
2018-2019	0.04	5,899,440	-
2019-2020	0.04	5,899,440	-
2020-2021	0.40	58,994,400	-
2021-2022	1.00	147,486,000	-
2022-2023	2.00	294,972,000	-
2023-2024	2.00	294,972,000	-
2024-2025	5.00	737,430,000	-
2025-2026	7.00	1,032,402,000	-
2026-2027	9.00	1,327,374,000	-
2027-2028	12.00	1,769,832,000	-
2028-2029	17.00	2,507,262,000	-
2029-2030	17.00	2,507,262,000	-
2030-2031	18.00	2,654,748,000	271,200,000
2031-2032	9.52	1,404,066,720	1,355,600,000
2032-2033	-	-	180,800,000
<b>Total</b>	<b>100.00</b>	<b>14,748,600,000</b>	<b>1,626,800,000</b>



# KIRATPUR NER CHOWK EXPRESSWAY LIMITED

Notes forming part of the financial statements for the year ended March 31, 2016

## Note 5: Other long term liabilities

Particulars	As at March 31, 2016		As at March 31, 2015	
(a) Trade Payables				
Related parties	-	-	-	-
Others				
(b) Others				
(i) Other long term liabilities				
From related parties	-	-	3,236,497	
From others	3,057,366	3,057,366	556,968	3,793,465
<b>Total</b>		<b>3,057,366</b>		<b>3,793,465</b>

### Note:

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 Act have not been furnished.

## Note 6: Other current liabilities

Particulars	As at March 31, 2016		As at March 31, 2015	
(a) Interest accrued but not due on borrowings				
From related parties	107,208,758		41,760,213	
From others		107,208,758		41,760,213
(b) Interest accrued and due on borrowings				
From related parties				
From others	94,344	94,344	100,027	100,027
(c) Nomination Deposit Received				
(d) Statutory dues		37,339,872		34,216,310
(e) Other Creditors				
From related parties	725,305,745		452,903,755	
From others	12,282,141	737,587,886	5,564,906	458,468,661
<b>Total</b>		<b>882,230,860</b>		<b>534,545,211</b>



**KIRATPUR NER CHOWK EXPRESSWAY LIMITED**

Notes forming part of the financial statements for the year ended March 31, 2016

**Note 7: Fixed assets**

Particulars	Gross block			Accumulated depreciation			Net block				
	Balance as at April 1, 2015	Opening adjustments	Additions	Disposals	Balance as at March 31, 2016	Balance as at April 1, 2015	Opening adjustments	Depreciation charge for the period	On disposals	Balance as at March 31, 2016	Balance as at March 31, 2015
a) Tangible assets											
Data processing equipments	1,231,215	-	-	-	1,231,215	736,092	-	450,252	-	1,186,344	495,123
Office equipments	491,302	-	-	-	491,302	127,836	-	144,875	-	272,711	363,466
Furniture and fixtures	239,355	-	-	-	239,355	221,647	-	2,117	-	223,764	17,708
<b>Total</b>	<b>1,961,872</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,961,872</b>	<b>1,085,575</b>	<b>-</b>	<b>597,244</b>	<b>-</b>	<b>1,682,819</b>	<b>876,297</b>
b) Intangible assets											
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Grand total	1,961,872	-	-	-	1,961,872	1,085,575	-	597,244	-	1,682,819	876,297
c) Capital work-in-progress											
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
d) Intangible assets under Development	7,747,943,097	-	4,983,153,157	-	12,731,096,254	-	-	-	-	12,731,096,254	7,747,943,097
<b>Previous year</b>	<b>4,359,287,193</b>	<b>-</b>	<b>3,390,617,776</b>	<b>-</b>	<b>7,749,904,969</b>	<b>358,834</b>	<b>-</b>	<b>726,741</b>	<b>-</b>	<b>1,085,575</b>	<b>7,748,819,394</b>



# KIRATPUR NER CHOWK EXPRESSWAY LIMITED

Notes forming part of the financial statements for the year ended March 31, 2016

## Note 8: Long-term Loans and Advances

Particulars	As at March 31, 2016		As at March 31, 2015	
<b>(a) Capital Advances</b>				
Unsecured, considered good				
To related parties	947,736,981		1,300,861,844	
To others	2,227,797	949,964,778	14,994,394	1,315,856,238
<b>(b) Security Deposits</b>				
Secured, considered good	-		-	
Unsecured, considered good	1,000	1,000	1,000	1,000
<b>(c) Other loans and advances</b>				
Unsecured, considered good				
- Mobilisation & pre-construction advance recoverable				
- Advance payment of taxes (net of provision)	5,162,228		2,993,576	
- Prepaid expenses	22,236,216		50,299,478	
- Receivable from NHAI	-	27,398,444	-	53,293,054
<b>Total</b>		<b>977,364,222</b>		<b>1,369,150,292</b>

## Note 9: Short-term Loans and Advances

Particulars	As at March 31, 2016		As at March 31, 2015	
<b>(a) Other loans and advances</b>				
Unsecured, considered good				
- Prepaid expenses	28,239,361		45,662,269	
- Other loans and advances	-	28,239,361	-	45,662,269
<b>Total</b>		<b>28,239,361</b>		<b>45,662,269</b>



# KIRATPUR NER CHOWK EXPRESSWAY LIMITED

Notes forming part of the financial statements for the year ended March 31, 2016

## Note 10: Other non-current assets

Particulars	As at March 31, 2016		As at March 31, 2015	
(a) Long term Trade Receivables (unsecured, considered good)	-		-	
(b) Receivables against Service Concession Arrangement	-		-	
(c) Toll Receivable account	-		-	
(d) Other non-current assets				
- Fixed deposits having maturity more than 12 months under lien	200,000	200,000	200,000	200,000
		200,000		200,000

## Note 11: Other current assets

Particulars	As at March 31, 2016		As at March 31, 2015	
(a) Receivable from NHAI	67,701,589		2,960,376	
(b) Interest accrued	-		-	
<b>Total</b>		<b>67,701,589</b>		<b>2,960,376</b>

## Note 12: Cash and Cash Equivalents

Particulars	As at March 31, 2016		As at March 31, 2015	
(a) Cash and cash equivalents				
Cash on hand	1,111		6,423	
Balances with Banks in current accounts	150,581,091		383,241,255	
Balances with Banks in deposit accounts (Maturity period less than 3 months)	-	150,582,202	800,000,000	1,183,247,678
<b>Total</b>		<b>150,582,202</b>		<b>1,183,247,678</b>



# KIRATPUR NER CHOWK EXPRESSWAY LIMITED

Notes forming part of the financial statements for the year ended March 31, 2016

## Note 13: Other Income

Particulars	For the year ended March 31, 2016		For the year ended March 31, 2015	
<b>(a) Interest Income</b>				
Interest on loans granted	-			
Interest on call money	-			
Interest on bank deposits	18,276		18,000	
Interest on short term deposit	-			
Interest on advance towards property	-	18,276		18,000
		<b>18,276</b>		<b>18,000</b>



# KIRATPUR NER CHOWK EXPRESSWAY LIMITED

Notes forming part of the financial statements for the year ended March 31, 2016

## Note 14: Administrative and General Expenses

Particulars	For the year ended March 31, 2016		For the year ended March 31, 2015	
Legal and consultation fees	842,450		472,559	
Travelling and conveyance	9,660		8,536	
Rates and taxes	40,138		80,924	
Bank commission	30,274		112,409	
Registration expenses	750,000		7,861,610	
Communication expenses	3,240		-	
Printing and stationery	920		-	
Directors' fees	550,000		503,372	
Auditors' Remuneration	911,618		942,140	
Miscellaneous expenses	106,854	3,245,154	14,391	9,995,941
		<b>3,245,154</b>		<b>9,995,941</b>

### FOOT NOTES:

#### (a) Auditors' remuneration

Payments to the auditor as:	For the year ended March 31,	
	2016	2015
a. audit fees	220,000	200,000
b. tax audit fees	-	-
c. for other assurances services	550,917	616,500
d. for reimbursement of expenses	25,948	22,000
e. service tax on above	114,753	103,640
	<b>911,618</b>	<b>942,140</b>



**KIRATPUR NER CHOWK EXPRESSWAY LIMITED**

Notes forming part of the financial statements for the year ended March 31, 2016

**Note 15: Earnings per equity share**

Particulars	Unit	For the year ended March 31, 2016	For the year ended March 31, 2015
Profit after tax	₹	(3,226,878)	(9,977,941)
Premium on preference shares	₹	-	-
Tax on premium on preference shares	₹	-	-
Profit available for Equity Shareholders	₹	(3,226,878)	(9,977,941)
Weighted number of Equity Shares outstanding	Numbers	347,138,525	297,232,877
Nominal Value of equity shares	₹	10	10
Basic Earnings per share	₹	(0.01)	(0.03)
Equity shares used to compute diluted earnings per share	Numbers	347,138,525	297,232,877
Diluted Earnings per share	₹	(0.01)	(0.03)

In the absence of clarity as to the impact of advance towards capital on the earnings of the Group, no adjustment has been made for potential dilution in computing diluted earnings per share.

**Note 16: Related Party Statement**

**Current Year**

**a Name of related parties and description of relationship**

Nature of Relationship	Name of Entity	Acronym used
Holding Company :	IL&FS Transportation Networks Limited	ITNL
Fellow Subsidiaries (with whom the company had transactions during the year)	Elsamex Maintenance Services Ltd.	Elsamex
	IL&FS Securities Services Limited	ISSL
	IL&FS Trust Company Limited	ITCL
	IL&FS Financial Services Limited	IFIN
Associates :	NIL	NIL
Enterprise having significant influence over the Company	NIL	NIL
Co - Venture :	NIL	NIL
Key Management personnel :	Nishant Srivastava	Managing Director
	Chetan Panchal	Chief Financial Officer

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

Account head	Name of Entity	As At March 31, 2016	As At March 31, 2015
<b>Balances:</b>			
Share Capital	ITNL	4,159,500,000	3,207,500,000
Other Creditors	ITNL	725,305,745	374,775,876
Interest Payable	ITNL	107,208,758	41,760,213
Sub Debt	ITNL	542,500,000	522,500,000
Bridge Loan	ITNL	551,300,000	-
Nomination Deposit	ITNL	-	-
Other Creditors	Elsamex	-	1,513,596
Other Creditors	IFIN	-	76,599,114
Mobilisation Advance	ITNL	947,736,981	1,300,861,844
Other Creditors	ISSL	-	15,169
Other Creditors (Retention)	ITNL	-	-
Other Creditors (Retention)	Elsamex	-	3,236,497
Gaurantee Given ( refer Note 1 Below)	ITNL	100,000	909,300,000
Deposit Given	ITCL	1,000	1,000

Transactions:		For the year ended March 31, 2016	For the year ended March 31, 2015
Share Capital	ITNL	952,000,000	1,437,500,000
Construction Cost	ITNL	3,825,726,239	2,273,247,568
Project Development Fees	ITNL	228,000,000	602,248,000
OPE (Rates & Taxes)	ITNL	5,419	-
Deputation Cost	ITNL	764,729	716,653
Sub Debt	ITNL	20,000,000	522,500,000
Bridge Loan	ITNL	551,300,000	-
Mobilisation Advance	ITNL	-	433,872,449
Mobilisation Advance Recovery	ITNL	353,124,863	127,373,105
Interest Expenses - Sub Debt	ITNL	72,720,616	46,400,240
Interest Expenses - Bridge Loan	ITNL	37,311,905	-
O & M Cost	Elsamex	-	64,729,926
OPE	IFIN	-	212,518
Syndication Fees	IFIN	-	85,104,835
Documentaion Charges	ITCL	228,000	224,720
Security Trustee Fees paid	ITCL	227,453	224,720
Professional Fee	ISSL	-	34,308
Director Sitting Fees	Kirshana Ghag	30,000	60,000
Director Sitting Fees	Ashutosh Chandwar	40,000	80,000
Director Sitting Fees	Ajay Menon	90,000	80,000
Director Sitting Fees	Shivaji Parekh	-	10,000
Director Sitting Fees	Sumathy Iyer	40,000	-
Director Sitting Fees	Milan Chakravarti	90,000	-
Director Sitting Fees	Goutam Mukherjee	90,000	-
Director Sitting Fees	Nishant Shrivastava	40,000	40000
Director Sitting Fees	S C Sachdeva	10,000	-
Deposit amount paid	ITCL	-	-

**Note 1 : Gaurantee Given**

Nature of Gaurantee	Gaurantee in favour of	As At March 31, 2016	As at March 31, 2015
Performance Gaurantee	National Highway Authority of India	-	-
Central Sales Tax Registration	Asistant Excise & Taxation Comissioner,	50,000	50,000
Punjab Value Added Tax	Asistant Excise & Taxation Comissioner,	50,000	50,000
Total		100,000	100,000





**KIRATPUR NER CHOWK EXPRESSWAY LIMITED**

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

**Note 17: Contingent liabilities and capital commitments**

**A) Contingent liabilities :**

Particulars			As at	As at
Sr. No.	Name of party	Description	March 31, 2016	March 31, 2015
1	NIL	Guarantees issued on behalf of Group Companies	NIL	NIL
2	NIL	Guarantees issued on behalf of other than Group Companies	NIL	NIL
3	NIL	Guarantees / counter guarantees issued in respect of borrowing facilities of foreign subsidiary companies	NIL	NIL
4	NIL	Claims against the Group not acknowledged as debt	NIL	NIL
5	NIL	Income tax demands contested by the Company	NIL	NIL
6	NIL	Other tax demands contested by the Company	NIL	NIL
		- Service tax		
		- VAT		
		- Others		
7	NIL	Others	NIL	NIL
8				

**B) Financial commitments pending to be executed :**

Particulars			As at	As at
Sr. No.	Name of party	Description	March 31, 2016	March 31, 2015
1	IL&FS Trust Company Limited	Security Trusteeship Fees	2,800,000	3,000,000

**C) Other commitments pending to be executed :**

Particulars			As at	As at
Sr. No.	Name of party	Description	March 31, 2016	March 31, 2015
1	IL&FS Transportation Networks Limited	Project Development Fees	NIL	NIL
2	IL&FS Financial Services Limited	Advisory Fees	NIL	NIL
3	IL&FS Financial Services Limited	Debt Syndication Fees	NIL	NIL

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

Particulars			As at	As at
Sr. No.	Name of party	Description	March 31, 2016	March 31, 2015
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. 947736981/-)	10,883,901,563	14,356,502,939



# KIRATPUR NER CHOWK EXPRESSWAY LIMITED

**Notes** forming part of the financial statements for the year ended March 31, 2016

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## Note 18: 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 are not applicable.

## Note 19: Previous Year Figures

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

In terms of our report attached.  
**For Gianender & Associates**  
Chartered Accountants  
Firm Registration no. 004661N



Ramesh Koul  
**Partner**  
Membership Number : 077804  
Place: New Delhi  
Date: April 26, 2016



**For and on behalf of the Board**

  
**Managing Director**

  
**Director**

  
**Chief Financial Officer**

Place: Mumbai  
Date: April 26, 2016