

Name(s) of component(s): Karyavattom Sports Facilities Limited
Group code/Component identifier: KSFL
Year-end: March 31, 2018
Currency: Indian Rupees (INR)

To: Partner in charge of the Group Audit (Primary Team)

As requested in your instructions dated March 26, 2018, we have audited, for the purpose of your audit of the group financial statements of IL&FS Transportation Networks Limited (ITNL), the accompanying special purpose financial statements which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement, the Statement of Changes in Equity for the year then ended, summary of the significant accounting policies and other explanatory information and Hyperion Package, which comprises of all the appendices and other deliverables as listed in the referral instructions (GRI) (referred to as the "Reporting Package") of Karyavattom Sports Facilities Limited (the component) (a Subsidiary of ITNL) as of March 31, 2018 and for the year then ended. This special purpose financial statement and Reporting Package has been prepared by the management of the component, in accordance with the GRI issued by the management of ITNL.

Management's responsibility for the Special purpose financial statement and Reporting Package

Management is responsible for the preparation and presentation of the special purpose financial statement and Reporting Package in accordance with policies & instructions as mentioned in the GRI and the formats of special purpose financial statements and Reporting Package issued by the management of the company to the components, and for such internal control as management determines is necessary to enable the preparation of special purpose financial statement and Reporting Package that are free from material misstatement, whether due to fraud or error.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; application of appropriate accounting policies as mentioned in GRI; 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 and the Reporting Package 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 the special purpose financial statement and Reporting Package based on our audit. We conducted our audit in accordance with the instructions issued by ITNL management, Group Audit Instructions issued by SRBC & CO LLP (parent company auditors) and in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act 2013. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the special purpose financial statement and Reporting Package are free of material misstatement. As requested by you, we planned and performed our audit using the component materiality specified in your instructions of Rs. 58,738,750, which is different from the materiality level that we would have used, had we been designing the audit to express an opinion on the financial statements of the component alone.

An audit involves performing procedures to obtain audit evidence about the amount and disclosures in the special purpose financial statement and Reporting Package. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the special purpose financial statement and Reporting Package, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the component's preparation and presentation of the special purpose financial statement and Reporting Package in order to design audit procedures that are appropriate in the circumstances. An audit also includes the evaluation of the appropriateness of accounting policies used and the reasonableness of accounting estimate made by management, as well as evaluating the overall presentation of the purpose financial statement and Reporting Package.



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on Special purpose financial statements and Reporting Package. The conclusions reached in forming our opinion are based on the component materiality specified by you in the context of the audit of the group financial statements.

Opinion

In our opinion, the accompanying special purpose financial statement and Reporting Package of Karyavattom Sports Facilities Limited as of March 31, 2018 and for the year then ended have been prepared in all material respects in accordance with the instructions mentioned in the Group Referral Instructions (GRI) issued by the Management of ITNL.

Other Matter

The Company has prepared a separate set of financial statements for the year ended March 31, 2018 in accordance with the Accounting Standards notified under Section 133 of the Companies Act, 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014 and the Companies (Indian Accounting Standards) Rules, 2015, as amended on which we have issued a separate Auditor's Report to the members of the Company dated April 27, 2018. Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. 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 purpose of our audit;
- (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) The Balance Sheet as at March 31, 2018, Statement of Profit and Loss (including Other Comprehensive income), Cash Flow Statement, and the Statement of Changes in Equity 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 the relevant rules issued thereunder, as applicable;
- (e) In our opinion, the aforesaid reporting pack comply with the recognition and measurement principle of the Accounting Standards specified under section 133 of the Act, read with the relevant rules issued thereunder, as applicable;

On the basis of written representations received from the directors as on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018, from being appointed as a director in terms of section 164 (2) of the Act;

- (f) 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 II". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.



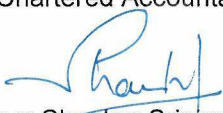
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- I. The Company does not have any pending litigations which would impact its financial position;
 - II. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses: and
 - III. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

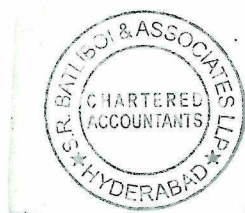
Restriction on use and distribution

The special purpose financial statement and Reporting Package have been prepared for purposes of providing information to ITNL to enable it to prepare the group financial statements. As a result, the special purpose financial statement and Reporting Package are not a complete set of financial statements of Karyavattom Sports Facilities Limited in accordance with applicable financial reporting framework underlying the Company's accounting policies and are not intended to present fairly, in all material respects or to give a true and fair view of the financial position of Karyavattom Sports Facilities Limited as of March 31, 2018 and of its financial performance, and its cash flow for the year then ended in accordance with applicable financial reporting framework underlying the Company's accounting policies. The special purpose financial statement and Reporting package may, therefore, not be suitable for another purpose.

This report is intended solely for the information and use of S R B C & CO LLP in conjunction with the audit of the group financial statements of ITNL respectively and should not be used by or distributed to, anyone for any other purpose. If you have any questions on this report, please contact me.

For S. R. BATLIBOI & ASSOCIATES LLP
ICAI Firm Registration No. 101049W/E300004
Chartered Accountants


per Shankar Srinivasan
Membership no: 213271



Place: Hyderabad
Date: April 27, 2018

Auditor Report Based On Internal Control Financial Reporting (ICFR)

ANNEXURE II TO THE INDEPENDENT AUDITOR'S 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 Karyavattom Sports Facilities Limited ("the Component") as of March 31, 2018 in conjunction with our audit of the financial statements of the Component for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Component's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Component 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 the Component'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.

Auditor's Responsibility

Our responsibility is to express an opinion on the Component'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 as specified under section 143(10) of the Companies Act, 2013, to the extent 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 judgment, 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 internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A Component'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 Component'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 Component; (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 Component are being made only in accordance with authorizations of management and directors of the Component; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Component's assets that could have a material effect on the financial statements.



S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants


Inherent Limitations of Internal Financial Controls Over Financial Reporting

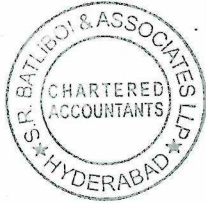
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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 Component 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, 2018, based on the internal control over financial reporting criteria established by the Component 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 S. R. BATLIBOI & ASSOCIATES LLP
ICAI Firm Registration No. 101049W/E300004
Chartered Accountants


per Shankar Srinivasan
Membership no: 213271



Place: Hyderabad
Date: April 27, 2018

Karyavattom Sports Facilities Limited
Special purpose financial statements
(for consolidation into the financial statements of IL&FS Transportation Networks Limited)
(All amounts in Indian Rupees except as otherwise stated)

Balance sheet as at March 31, 2018

Particulars	Notes	As at		As at	
		March 31, 2018		March 31, 2017	
ASSETS					
Non-current Assets					
(a) Property, plant and equipment	4		2,001,882		1,707,336
(b) Intangible assets					
(i) under SCA	5	1,576,489,794	1,576,489,794	1,699,849,368	1,699,849,368
(c) Financial assets					
(i) Other financial assets	7A		1,149,807,566		1,237,617,991
(d) Tax assets					
(i) Current Tax Asset (Net)	19	2,111,386	2,111,386	1,311,103	1,311,103
(e) Other non-current assets	9A		4,483,374		81,673
Total Non-current Assets			2,734,894,002		2,940,567,471
Current Assets					
(a) Financial assets					
(i) Trade receivables	6A	9,792,780		1,650,000	
(ii) Cash and cash equivalents	8	60,062,417		47,330,152	
(iii) Bank balances	8	41,700,000		-	
(iii) Other financial assets	7B	563,308,070	674,863,267	691,870,189	740,850,341
(b) Other current assets	9B		1,833,524		2,038,696
			676,696,791		742,889,037
Total Current Assets			676,696,791		742,889,037
Total Assets			3,411,590,793		3,683,456,508
EQUITY AND LIABILITIES					
Equity					
(a) Equity share capital	11	431,200,000		431,200,000	
(b) Other Equity	12	(262,054,349)		9,494,741	
Equity attributable to owners of the Company			169,145,651		440,694,741
Total Equity			169,145,651		440,694,741
LIABILITIES					
Non-current Liabilities					
(a) Financial Liabilities					
(i) Borrowings	13	2,303,633,394		2,488,456,711	
(ii) Other financial liabilities	14A	3,358,160	2,306,991,554	2,942,000	2,491,398,711
(b) Deferred tax liabilities (Net)	15				7,411,405
(d) Other non-current liabilities	16A		35,291,383		
Total Non-current Liabilities			2,342,282,937		2,498,810,116
Current liabilities					
(a) Financial liabilities					
(i) Borrowings	17	485,603,396		280,000,000	
(ii) Trade payables	18A	36,121,767		18,424,812	
(iii) Other financial liabilities	14B	362,098,514	883,823,677	444,085,476	742,510,288
(b) Other current liabilities	16B		16,338,528		1,441,363
			900,162,205		743,951,651
Total Current Liabilities			900,162,205		743,951,651
Total Liabilities			3,242,445,142		3,242,761,767
Total Equity and Liabilities			3,411,590,793		3,683,456,508


Summary of significant accounting policies

Notes 1 to 39 forms part of the special purpose financial statements.

Other explanatory statement: Annexure 2 to 17 form part of special purpose financial statements

As per our report of even date

For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004


per Shankar Srinivasan
Partner
Membership No: 213271



Place: Hyderabad
Date: April 27, 2018

For and on behalf of the Board
Karyavattom Sports Facilities Limited

 Director
 Director

 CFO Financial Officer
 Company Secretary

Place: Mumbai
Date: April 27, 2018

Karyavattom Sports Facilities Limited
Special purpose financial statements
(for consolidation into the financial statements of IL&FS Transportation Networks Limited)
(All amounts in Indian Rupees except as otherwise stated)

Statement of profit and loss for the period ended March 31, 2018

Particulars	Notes	Period ended March 31, 2018	Year ended March 31, 2017
Revenue from Operations	20	324,354,792	325,013,474
Other income	21	32,475,157	14,941,264
Total Income		356,829,949	339,954,738
Expenses			
Construction Costs	22	35,942,481	-
Operating expenses of SCA	23	-	4,310,000
Employee benefits expense	24	-	732,626
Finance costs	25	350,680,209	330,962,734
Depreciation and amortisation expense	26	160,830,609	118,467,557
Other expenses	27	88,337,146	69,679,028
Total expenses		635,790,445	524,151,945
Loss before tax		(278,960,496)	(184,197,207)
Less: Tax expense	28		
(1) Current tax		-	-
(2) Deferred tax		(7,411,406)	(55,798,891)
		(7,411,406)	(55,798,891)
Loss for the year		(271,549,090)	(128,398,316)
Other Comprehensive Income		-	-
Total other comprehensive income		-	-
Total comprehensive income for the year (III+IV)		(271,549,090)	(128,398,316)
(Loss) for the year attributable to:			
- Owners of the Company		(271,549,090)	(128,398,316)
- Non-controlling interests		-	-
		(271,549,090)	(128,398,316)
Total comprehensive income for the year attributable to:			
- Owners of the Company		(271,549,090)	(128,398,316)
- Non-controlling interests		-	-
		(271,549,090)	(128,398,316)
Earnings per equity share:	29		
(1) Basic (in Rs.)		(6.30)	(2.98)
(2) Diluted (in Rs.)		(6.30)	(2.98)

Summary of significant accounting policies

Notes 1 to 39 forms part of the special purpose financial statements.

Other explanatory statement: Annexure 2 to 17 form part of special purpose financial statements

As per our report of even date


For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004



per Shankar Srinivasan
Partner
Membership No: 213271



Place: Hyderabad
Date: April 27, 2018

For and on behalf of the Board
Karyavattom Sports Facilities Limited


Director


Chief Financial Officer

Place: Mumbai
Date: April 27, 2018


Director


Company Secretary

Statement of cash flows for the period ended March 31, 2018

	Notes	Period ended March 31, 2018	Year ended March 31, 2017
Cash flows from operating activities			
Loss before tax		(27,89,60,496)	(18,41,97,207)
Adjustments for:			
Finance costs recognised in profit or loss	25	34,51,06,872	33,09,62,734
Interest income recognised in profit or loss	21	(78,15,318)	(93,64,291)
Allowances for doubtful debts and advances		-	32,55,066
Bad debts written off		35,72,306	-
Depreciation and amortisation of non-current assets	26	16,08,30,609	11,84,67,557
Liabilities no longer required written back	21	(2,34,93,367)	(24,03,975)
Finance income	20	(26,82,47,448)	(30,38,50,000)
		(6,90,06,842)	(4,71,30,116)
Movements in working capital:			
(Decrease) in trade receivables		(1,17,14,746)	(49,05,066)
Increase/(Decrease) in other liabilities (Current and non current)		5,06,04,369	(1,20,94,465)
Increase in financial assets		48,46,98,577	46,82,77,972
(Decrease)/Increase in other assets		(41,96,529)	2,55,756
Increase in trade payables		1,76,96,955	94,51,767
		53,70,88,626	46,09,85,964
Cash generated from operations		46,80,81,784	41,38,55,848
Income taxes (paid)		(8,00,283)	(7,80,155)
Net cash generated by operating activities		46,72,81,501	41,30,75,693
Cash flows from investing activities			
Payments for property, plant and equipment		(7,44,826)	(15,64,527)
Increase in Intangible assets under development		(3,70,20,755)	(1,11,08,476)
Decrease in capital creditors		(3,41,38,145)	(7,45,45,148)
Investment in fixed deposit (having maturity more than three months)		(4,17,00,000)	6,52,00,000
Interest received		77,36,733	98,43,269
Net cash used in by investing activities		(10,58,66,993)	(1,21,74,882)
Cash flows from financing activities			
Repayment of long term borrowings		(20,15,83,311)	(20,15,83,283)
Proceeds from short term borrowings		16,55,00,000	11,00,00,000
Interest paid (Finance cost paid)		(31,25,98,932)	(33,10,43,230)
Net used in financing activities		(34,86,82,243)	(42,26,26,513)
Net increase/ (decrease) in cash and cash equivalents		1,27,32,265	(2,17,25,703)
Cash and cash equivalents at the beginning of the year		4,73,30,152	6,90,55,856
Cash and cash equivalents at the end of the year		6,00,62,417	4,73,30,152


Summary of significant accounting policies

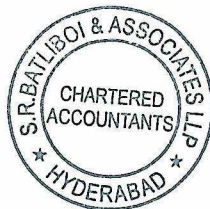
Notes 1 to 39 forms part of the special purpose financial statements.

Other explanatory statement: Annexure 2 to 17 form part of special purpose financial statements

As per our report of even date

For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004


per Shankar Srinivasan
Partner
Membership No: 213271



Place: Hyderabad
Date: April 27, 2018

For and on behalf of the Board
Karyavattom Sports Facilities Limited


Director

Chief Financial Officer

Place: Mumbai
Date: April 27, 2018


Director

Company Secretary

Karyavattom Sports Facilities Limited
Special purpose financial statements
(for consolidation into the financial statements of IL&FS Transportation Networks Limited)
(All amounts in Indian Rupees except as otherwise stated)

Statement of changes in equity for the period ended March 31, 2018

Statement of changes in equity for the period ended March 31, 2018		
a. Equity share capital	For the Period Ended March 31, 2018	For the Year Ended March 31, 2017
Balance as at the beginning of the year	431,200,000	431,200,000
Changes in equity share capital during the year - Share capital issued	-	-
Balance as at end of the year	431,200,000	431,200,000

March 2018

Statement of changes in equity for the period ended March 31, 2018				
b. Other equity	Reserves and surplus			
	Retained earnings	Total	Attributable to owners of the parent	Total
Balance as at April 1, 2017	9,494,741	9,494,741	9,494,741	9,494,741
Loss for the year	(271,549,090)	(271,549,090)	(271,549,090)	(271,549,090)
Other comprehensive income for the year, net of income tax	-	-	-	-
Total comprehensive income for the year	(271,549,090)	(271,549,090)	(271,549,090)	(271,549,090)
Balance as at March 31, 2018	(262,054,349)	(262,054,349)	(262,054,349)	(262,054,349)

March 2017

Statement of changes in equity for the year ended March 31, 2018				
b. Other equity	Reserves and surplus			
	Retained earnings	Total	Attributable to owners of the parent	Total
Balance as at April 1, 2016	137,893,056	137,893,056	137,893,056	137,893,056
Profit for the year	(128,398,316)	(128,398,316)	(128,398,316)	(128,398,316)
Other comprehensive income for the year, net of income tax	-	-	-	-
Total comprehensive income for the year	(128,398,316)	(128,398,316)	(128,398,316)	(128,398,316)
Balance as at March 31, 2017	9,494,741	9,494,741	9,494,741	9,494,741

Summary of significant accounting policies
Notes 1 to 39 forms part of the special purpose financial statements.

As per our report of even date

For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004

per Shankar Srinivasan
Partner
Membership No: 213271



Place: Hyderabad
Date: April 27, 2018

For and on behalf of the Board
Karyavattom Sports Facilities Limited

[Signature] Director
[Signature] Director
[Signature] Chief Financial Officer
[Signature] Company Secretary

Place: Mumbai
Date: April 27, 2018

Karyavattom Sports Facilities Limited
Notes forming part of the Special Purpose Financial Statements for the period ended March 31, 2018
(All amounts in Indian Rupees except as otherwise stated)

4. Property, plant and equipment

Period ended March 31, 2018

Particulars	Cost or Deemed cost			Accumulated depreciation and impairment			Carrying Amount	
	Balance as at April 1, 2017	Additions	Balance as at March 31, 2018	Balance as at April 1, 2017	Depreciation expense	Balance as at March 31, 2018	As at March 31, 2018	As at March 31, 2017
Property plant and equipment								
Vehicles	1,318,270	-	1,318,270	1,230,384	87,886	1,318,270	-	87,886
Data processing equipments	155,110	458,263	613,373	62,612	121,588	184,200	429,173	92,498
Office equipments	373,195	286,563	659,758	197,477	69,444	266,921	392,837	175,718
Furniture and fixtures	1,384,575	-	1,384,575	33,341	171,362	204,703	1,179,872	1,351,234
Total	3,231,150	744,826	3,975,976	1,523,814	450,280	1,974,094	2,001,892	1,707,336

Particulars	Carrying amount			
	Balance as at April 1, 2017	Additions	Depreciation	As at March 31, 2018
Property plant and equipment				
Vehicles	87,886	-	(87,886)	-
Data processing equipments	92,498	458,263	(121,588)	429,173
Office equipments	175,718	286,563	(69,444)	392,837
Furniture and fixtures	1,351,234	-	(171,362)	1,179,872
Subtotal	1,707,336	744,826	(450,280)	2,001,892
Total	1,707,336	744,826	(450,280)	2,001,892

Year ended March 31, 2017

Particulars	Cost or Deemed cost			Accumulated depreciation and impairment			Carrying Amount		
	Balance as at April 1, 2016	Additions	Balance at March 31, 2017	Balance as at April 1, 2016	Depreciation expense	Others	Balance at March 31, 2017	As at March 31, 2017	As at March 31, 2016
Property plant and equipment									
Vehicles	1,318,270	-	1,318,270	596,072	634,312	-	1,230,384	87,886	722,198
Data processing equipments	54,500	100,610	155,110	18,167	44,445	-	62,612	92,498	36,333
Office equipments	225,995	147,200	373,195	142,787	54,690	-	197,477	175,718	83,208
Furniture and fixtures	67,858	1,316,717	1,384,575	19,147	14,194	-	33,341	1,351,234	48,711
Subtotal	1,666,623	1,564,527	3,231,150	776,173	747,641	-	1,523,814	1,707,336	890,450
Total	1,666,623	1,564,527	3,231,150	776,173	747,641	-	1,523,814	1,707,336	890,450

Particulars	Carrying amount			
	Balance as at April 1, 2016	Additions	Depreciation	Balance at March 31, 2017
Property plant and equipment				
Vehicles	722,198	-	(634,312)	87,886
Data processing equipments	36,333	100,610	(44,445)	92,498
Office equipments	83,208	147,200	(54,690)	175,718
Furniture and fixtures	48,711	1,316,717	(14,194)	1,351,234
Subtotal	890,450	1,564,527	(747,641)	1,707,336
Total	890,450	1,564,527	(747,641)	1,707,336



Karyavattom Sports Facilities Limited
Notes forming part of the Special Purpose Financial Statements for the period ended March 31, 2018
(All amounts in Indian Rupees except as otherwise stated)

5. Intangible assets

Period ended March 31, 2018

Particulars	Cost or deemed cost			Accumulated depreciation and impairment			Carrying Amount		
	Balance as at April 1, 2017	Additions from internal developments	Capitalised in the Current year	Balance as at March 31, 2018	Balance as at April 1, 2017	Amortisation expense	Balance as at March 31, 2018	As at March 31, 2018	As at March 31, 2017
Rights under service concession arrangements (a)	1,817,569,284	-	37,020,755	1,854,590,039	117,719,916	160,380,329	278,100,245	1,576,489,794	1,699,849,368
Intangible assets under development (b)	-	-	-	-	-	-	-	-	-
Total (a+b)	1,817,569,284	-	37,020,755	1,854,590,039	117,719,916	160,380,329	278,100,245	1,576,489,794	1,699,849,368

Particulars	Carrying Amount			
	Balance as at April 1, 2017	Additions from internal developments	Amortisation expense	As at March 31, 2018
Rights under service concession arrangements (a)	1,817,569,284	37,020,755	(278,100,245)	1,576,489,794
Intangible assets under development (b)	-	-	-	-
Total (a+b)	1,817,569,284	37,020,755	(278,100,245)	1,576,489,794

Year ended March 31, 2017

Particulars	Cost or deemed cost			Accumulated depreciation and impairment			Carrying Amount		
	Balance as at April 1, 2016	Additions from internal developments	Capitalised in the Current year	Balance as at March 31, 2017	Balance as at April 1, 2016	Amortisation expense	Balance as at March 31, 2017	As at March 31, 2017	As at March 31, 2016
Rights under service concession arrangements (a)	-	1,817,569,284	-	1,817,569,284	-	117,719,916	117,719,916	1,699,849,368	-
Intangible assets under development (b)	1,763,679,187	53,890,097	(1,817,569,284)	-	-	-	-	-	1,763,679,187
Total (a+b)	1,763,679,187	1,871,459,381	(1,817,569,284)	1,817,569,284	-	117,719,916	117,719,916	1,699,849,368	1,763,679,187

Particulars	Carrying Amount			
	Balance as at April 1, 2016	Additions from internal developments	Amortisation expense	Balance as at March 31, 2017
Rights under service concession arrangements (a)	-	1,817,569,284	(117,719,916)	1,699,849,368
Intangible assets under development (b)	1,763,679,187	53,890,097	-	1,817,569,284
Total (a+b)	1,763,679,187	1,871,459,381	(117,719,916)	3,517,418,652



6. Trade receivables

6A. Trade receivables- Current

Particulars	As at March 31, 2018	As at March 31, 2017
(a) Secured, considered good	-	-
(b) Unsecured, considered good	9,792,780	1,650,000
(c) Doubtful	-	3,255,066
Allowance for doubtful debts	-	3,255,066
Total	9,792,780	1,650,000

Period end Disclosures

6.1 Trade receivables

The average credit period on sale of services is 30 days. No interest is charged on trade receivables for the first 30 days from the date of the invoice. Thereafter, interest is charged at 18% per annum on the outstanding balance.

Trade receivables disclosed above include amounts (see below for aged analysis) that are past due at the end of the reporting period for which the Company has not recognised an allowance for doubtful debts because there has not been a significant change in credit quality and the amounts.

Age of receivables that are past due but not impaired

Particulars	As at March 31, 2018	As at March 31, 2017
- upto 6 months	8,926,375	1,650,000
- more than 6 months	866,405	-
Total	9,792,780	1,650,000

Movement in the allowance for doubtful debts

Particulars	As at March 31, 2018	As at March 31, 2017
Balance at beginning of the period	3,255,066	-
Impairment losses recognised on receivables	-	3,255,066
Amounts written off during the period as uncollectible	(3,255,066)	-
Amounts recovered during the period	-	-
Impairment losses reversed	-	-
Foreign exchange translation gains and losses	-	-
Unwinding of discount	-	-
Balance at end of the period	-	3,255,066

7. Other financial assets

7A. Other financial assets - Non current

Particulars	As at March 31, 2018	As at March 31, 2017
Receivable under service concession arrangements (A)	1,147,999,575	1,234,110,000
Others (B) -		
¹ - Security Deposits	1,807,991	1,807,991
¹ - Balances with Banks in deposit accounts (under lien)	-	1,700,000
	1,807,991	3,507,991
Total (A+B)	1,149,807,566	1,237,617,991

7B. Other financial assets - Current

Particulars	As at March 31, 2018	As at March 31, 2017
Receivable under service concession arrangements (A)	553,981,231	679,900,000
Others -		
¹ - Advances recoverable	8,728,772	11,450,707
¹ - Interest Accrued and due and not due	598,067	519,482
(B)	9,326,839	11,970,189
Total (A+B)	563,308,070	691,870,189



Karyavattom Sports Facilities Limited

Notes forming part of the Special Purpose Financial Statements for the period ended March 31, 2018

(All amounts in Indian Rupees except as otherwise stated)

8. Cash and cash equivalents

For the purposes of the statement of cash flows, cash and cash equivalents include cash on hand and in banks, net of outstanding bank overdrafts. Cash and cash equivalents at the end of the reporting period as shown in the statement of cash flows can be reconciled to the related items in the balance sheet as follows:

Particulars	As at March 31, 2018	As at March 31, 2017
Balances with Banks	16,694,592	6,274,935
Cash on hand	-	55,217
Cheques on hand	11,367,825	-
Others	32,000,000	41,000,000
Cash and cash equivalents	60,062,417	47,330,152
Other bank balances	41,700,000	-

9. Other assets

9A. Other assets - Non Current

Particulars	As at March 31, 2018	As at March 31, 2017
Others -		
Balances with Statutory/Government Authorities	4,483,374	81,674
Prepaid expenses	-	-
Total	4,483,374	81,674

9B. Other assets - Current

Particulars	As at March 31, 2018	As at March 31, 2017
Others -		
Prepaid expenses	1,737,524	1,942,696
Advances recoverable in cash or kind	96,000	96,000
Total	1,833,524	2,038,696

10. Construction contracts disclosures

Particulars	As at March 31, 2018	As at March 31, 2017
Contracts in progress at the end of the reporting period		
Cumulative revenue recognised	3,416,114,955	3,379,094,200
Advances received	-	-
Retention Money payable	8,956,367	7,749,000
Gross amount due from customers for contract work, disclosed as asset (i.e. Unbilled Revenue)	3,416,114,955	3,379,094,200
Gross amount due to customers for contract work, disclosed as liability (i.e. Unearned Revenue)	-	-
	As at March 31, 2018	As at March 31, 2017
Contract revenue recognised as revenue during the period	37,020,755	4,439,300



11. Equity Share Capital

Particulars	As at March 31, 2018	As at March 31, 2017
Equity share capital	431,200,000	431,200,000
Total	431,200,000	431,200,000

Authorised Share capital :		
60,000,000 equity shares of Rs. 10 each	600,000,000	600,000,000
Issued and subscribed capital comprises:		
43,120,000 fully paid equity shares of Rs. 10 each (as at March 31, 2018: 43,120,000, as at March 31, 2017: 43,120,000)	431,200,000	431,200,000
	431,200,000	431,200,000

11.1 Movement during the period

Particulars	For the Period Ended March 31, 2018		For the Year ended March 31, 2017	
	Number of shares	Share capital (Amount)	Number of shares	Share capital (Amount)
Balance at the start of the period	43,120,000	431,200,000	43,120,000	431,200,000
Shares issued during the year	-	-	-	-
Balance at the end of the period	43,120,000	431,200,000	43,120,000	431,200,000

The company has only one class of equity shares having par value of INR 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

11.2 Details of shares held by the holding company, the ultimate controlling party, their subsidiaries and associates

Particulars	As at March 31, 2018	As at March 31, 2017
IL&FS Transportation Networks Limited, holding company	43,120,000	43,120,000
Total	43,120,000	43,120,000

11.3 Details of shares held by each shareholder holding more than 5% shares

Particulars	As at March 31, 2018		As at March 31, 2017	
	Number of shares held	% holding in the class of shares	Number of shares held	% holding in the class of shares
Fully paid equity shares				
IL&FS Transportation Networks Limited, holding company	43,120,000	100.00%	43,120,000	100.00%
Total	43,120,000	100.00%	43,120,000	100.00%

12. Other Equity

Particulars	As at March 31, 2018	As at March 31, 2017
Profit / (Loss) surplus		
Balance at beginning of the period	9,494,741	137,893,056
Add: Profit/ Loss for the current year	(271,549,090)	(128,398,316)
Balance at end of the year	(262,054,349)	9,494,741
Total	(262,054,349)	9,494,741



13. Non-current Borrowings

Particulars	As at March 31, 2018	As at March 31, 2017
Unsecured – at amortised cost		
(i) Loans from related parties (see note 35)	603,800,000	603,800,000
Secured – at amortised cost		
(i) Term loans		
- from banks	1,699,833,394	1,884,656,711
Total Non-current borrowings	2,303,633,394	2,488,456,711

13.1 Summary of borrowing arrangements

(a) Indian rupee senior debt (secured)

Indian rupee senior debt from banks carries interest of base rate plus 1.50%. The loan is secured by first charge on all immovable properties and assets of the Project including mortgage of Project Land, present and future, first charge on all movable, tangible and intangible assets of Project including but not limited to plant & machinery, spares, tools, accessories of Project, all monies lying in escrow account into which all investment in the Project including annuity from authority and all Project revenue would be deposited, assignment of all rights, title, benefits and interest of the Company under Project Agreements to the extent by and in accordance with the Substitution Agreement as per Concession Agreement, Assignment of all rights and benefits under Project guarantee obtained pursuant to Construction Contract, Services and Operations Contract, if any relating to the Project, current assets of the Company including but not limited to Project's book debts, operating cash flows, receivables, commissions, etc and all revenues of whatsoever nature and wherever arising, intangibles, goodwill, uncalled capital (present and future) of the Project. The loan is repayable in 10 structured unequal annual instalments commencing from December 2015.

(b) Indian rupee subordinate debt from related party (unsecured)

The unsecured loan carries interest which is higher by 2% of above mentioned bank loan. The loan is repayable in 13 unequal quarterly instalments commencing from May 2024.

1. Security details

Secured against:	As at March 31, 2018		As at March 31, 2017	
	Long-term Non-current	Short-term	Long-term Non-current	Short-term
Intangible assets	1,576,489,794	-	1,699,849,368	-
Tangible assets	2,001,882	-	1,707,336	-
Financial assets	1,149,807,566	563,308,070	1,235,917,991	691,870,189
Cash and Bank balances	-	60,062,417	-	47,330,152
Other current assets	-	1,833,524	-	2,038,696
Total	2,728,299,242	625,204,011	2,937,474,695	741,239,037

2. Age-wise analysis and Repayment terms of the Company's Long term Borrowings are as below:

Particulars	As at March 31, 2018		As at March 31, 2017	
	₹	₹	Frequency of Repayment*	Frequency of Repayment*
• Upto 1 year	187,950,000	204,750,000	Y	Y
• 1-3 years	631,050,000	614,250,000	Y	Y
• 3-5 years	518,700,000	448,350,000	Y	Y
• More than 5 years	1,172,900,000	1,448,000,000	Y	Y
Total	2,510,600,000	2,715,350,000	-	-

QT = Quarterly, Y = Yearly and B = Bullet repayment

14. Other financial liabilities

14A. Other financial liabilities - Non Current

Particulars	As at March 31, 2018	As at March 31, 2017
(a) Others :-		
- Security deposit payable	3,358,160	2,942,000
Total	3,358,160	2,942,000

14B. Other financial liabilities - Current

	As at March 31, 2018	As at March 31, 2017
(a) Current maturities of long-term debt - Secured	184,833,300	201,593,294
(b) Interest accrued but not due on borrowings	17,405,195	40,282,249
(c) Interest accrued and due on borrowings	35,106,006	19,824,408
(d) Payable on account of Capital Expenditure	124,754,013	182,385,525
Total	362,098,514	444,085,476

15. Deferred tax balances

The following is the analysis of deferred tax assets/(liabilities) presented in the balance sheet:

Particulars	As at March 31, 2018	As at March 31, 2017
Deferred tax assets	(348,823,226)	(250,782,361)
Deferred tax liabilities	348,823,226	258,193,766
Net Deferred tax liability/(asset)	-	7,411,405



Karyavattom Sports Facilities Limited
Notes forming part of the Special Purpose Financial Statements for the period ended March 31, 2018
(All amounts in Indian Rupees except as otherwise stated)

Year ended March 31, 2018

Particulars	Opening balance	Recognised in profit or loss	Closing balance
Deferred tax (liabilities)/assets in relation to:			
Property, plant and equipment	959,387,468	199,299,965	760,087,503
Intangible assets	(525,251,948)	(38,116,602)	(487,135,346)
Other financial assets	(591,459,990)	(99,803,417)	(491,656,573)
Other financial liabilities	(114,237,177)	39,230,977	(153,468,154)
Capital work-in-progress	4,215,099	(11,106,226)	15,321,325
Other assets	9,152,782	1,124,762	8,028,020
(A)	(258,193,766)	90,629,460	(348,823,226)
Tax losses	26,014,732	(860,836)	26,875,568
Unabsorbed depreciation	224,767,629	(97,180,029)	321,947,658
(B)	250,782,361	(98,040,865)	348,823,226
Total (A+B)	(7,411,405)	(7,411,405)	-

Year ended March 31, 2017

Particulars	Opening balance	Recognised in profit or loss	Closing balance
Deferred tax (liabilities)/assets in relation to:			
Property, plant and equipment	874,386,175	85,001,293	959,387,468
Intangible assets under development	(544,976,869)	19,724,921	(525,251,948)
Other financial assets	(637,987,220)	46,527,230	(591,459,990)
Other financial liabilities	(86,883,180)	(27,353,997)	(114,237,177)
Capital work-in-progress	240,994,744	(236,779,645)	4,215,099
Other assets	5,449,876	3,702,906	9,152,782
(A)	(149,016,474)	(109,177,292)	(258,193,766)
Tax losses	19,031,184	6,983,548	26,014,732
Unabsorbed depreciation	66,774,994	157,992,635	224,767,629
(B)	85,806,178	164,976,183	250,782,361
Total (A+B)	(63,210,296)	55,798,891	(7,411,405)

16. Other liabilities

16A. Other non-current liabilities

Particulars	As at March 31, 2018	As at March 31, 2017
-Club Income received in advance	35,291,383	-
Total	35,291,383	-

16B. Other current liabilities

Particulars	As at March 31, 2018	As at March 31, 2017
-Club Income received in advance	8,154,353	-
-Statutory dues	8,184,175	1,441,363
Total	16,338,528	1,441,363

17. Current Borrowings

Particulars	As at March 31, 2018	As at March 31, 2017
Unsecured - at amortised cost		
(a) Loans from related parties	485,603,396	280,000,000
Total	485,603,396	280,000,000



Karyavattom Sports Facilities Limited**Notes forming part of the Special Purpose Financial Statements for the period ended March 31, 2018**

(All amounts in Indian Rupees except as otherwise stated)

Indian rupee subordinate debt Rs. 170,000,000 from related party carries interest rate of 13.50% p a and is repayable within one year from the date of disbursement i.e June 30, 2015, in the previous year the company has requested the lender to roll over the loan with existing terms for one more year and the lender has agreed for the same. As per the original loan agreement interest shall be paid in arrears at the end of each financial quarter and on loan repayment date. In the previous year (September, 2016) the Company has entered into an agreement with lender for modification of terms for interest payment with effect from September 30, 2016 as per which, interest shall be accrued and compounded on quarterly basis and the interest accrued shall be paid with the loan at the end of the tenor.

Indian rupee subordinate debt Rs. 150,000,000 from related party carries interest rate of 13.50% p a and is repayable within one year from the date of disbursement i.e July 01, 2016. As per the original loan agreement interest shall be paid in arrears at the end of each financial quarter and on loan repayment date. In the previous year the Company had entered into an agreement with lender for modification of terms for interest payment with effect from September 30, 2016 as per which, interest shall be accrued and compounded on quarterly basis and the interest accrued shall be paid with the loan at the end of the tenor.

On September 28, 2017 the Company has entered into an agreement for extension of the above loans total amounting to Rs. 320,000,000 for a period of one year. Interest rate has been modified to 12.95% p.a (March 31, 2017 - 13.50%) and shall be paid in arrears at the end of each calendar quarter and on loan repayment date. Further, during the current period interest accrued on above loans which remained unpaid as on September 27, 2017 amounting to Rs. 40,103,396 has been converted into loan. This loan is payable in one year from the respective dates of conversion and carries an interest rate of 12.95% and shall be paid in arrears at the end of each calendar quarter and on loan repayment date.

Indian rupee subordinate debts amounting to Rs. 125,500,000 from related party carries interest rate ranging from 12.75% - 12.80% p a and is repayable within one year from the date of disbursement. Interest shall be paid in arrears at the end of each calendar quarter and on loan repayment date. First interest shall be accrued immediately after the first disbursement, and interest for the broken period to be paid along with principal.

18. Trade payables**18A. Trade payables - Current**

Particulars	As at March 31, 2018	As at March 31, 2017
Trade payables	13,952,096	7,084,781
Trade payables- Related Party	12,213,304	3,591,031
Others [Retention money due]	8,956,367	7,749,000
Security Deposit Payable	1,000,000	-
Total	36,121,767	18,424,812

The average credit period is 30-90 days and non-interest bearing. The Company has financial risk management policies in place to ensure that all payables are paid within the pre-agreed credit terms.

19. Current tax assets and liabilities

Particulars	As at March 31, 2018	As at March 31, 2017
Current tax assets		
Others - Advance Payment of taxes	2,111,386	1,311,103
	2,111,386	1,311,103
Current tax liabilities		
Income tax payable	-	-
	-	-
Current Tax Assets (non-current portion)	2,111,386	1,311,103



20. Revenue from operations

The following is details of the Company's revenue for the period from continuing operations (excluding other income – see note 21).

Particulars	For the Period Ended March 31, 2018	Year ended March 31, 2017
(a) Construction Revenue	37,020,755	4,439,300
(b) Other operating revenues	19,086,589	5,148,386
(c) Finance income on unwinding of discount on financial asset	268,247,448	303,850,000
(d) Insurance claim	-	11,575,788
Total	324,354,792	325,013,474

21. Other Income

a) Interest Income

Particulars	For the Period Ended March 31, 2018	Year ended March 31, 2017
Bank deposits	7,815,318	9,364,291
Others	1,166,472	3,172,998
Liabilities no longer required written back	23,493,367	2,403,975
Total	32,475,157	14,941,264

The following is the detail of other income by category of asset:

Particulars	For the Period Ended March 31, 2018	Year ended March 31, 2017
Income earned on non-financial assets	24,659,839	5,576,973
Income earned on financial assets	7,815,318	9,364,291
Total	32,475,157	14,941,264

22. Construction Cost

Particulars	For the Period Ended March 31, 2018	Year ended March 31, 2017
Construction Contract cost	35,942,481	-
Total	35,942,481	-

23. Operating Expenses of SCA

Particulars	For the Period Ended March 31, 2018	Year ended March 31, 2017
Operating Expenses of SCA		
Fees for technical services / design and drawings	-	224,070
Operation and maintenance expenses	-	92,864
Project Management fees	-	3,993,066
Total	-	4,310,000

24. Employee benefits expense

Particulars	For the Period Ended March 31, 2018	Year ended March 31, 2017
Salaries and Wages	-	675,735
Contribution to provident and other funds	-	30,821
Staff Welfare Expenses	-	26,070
Total	-	732,626



Karyavattom Sports Facilities Limited
Notes forming part of the Special Purpose Financial Statements for the period ended March 31, 2018
(All amounts in Indian Rupees except as otherwise stated)

25. Finance costs

Particulars	For the Period Ended March 31, 2018	Year ended March 31, 2017
Continuing operations		
(a) Interest costs :-		
Interest on bank overdrafts and loans (other than those from related parties)	229,818,943	259,509,168
Interest on loans from related parties	115,287,929	111,127,621
(b) Other borrowing costs :-	4,904,031	3,011,651
Total (a) + (b)	350,010,903	373,648,440
Less: amounts included in the cost of qualifying assets	-	(42,781,959)
Total	350,010,903	330,866,481
Bank charges	669,306	96,253
Total	350,680,209	330,962,734

26. Depreciation and amortisation expense

Particulars	For the Period Ended March 31, 2018	Year ended March 31, 2017
Depreciation of property, plant and equipment pertaining to continuing	450,280	747,641
Amortisation of intangible assets (Note 5)	160,380,329	117,719,916
Total depreciation and amortisation	160,830,609	118,467,557

27. Other expenses

Particulars	For the Period Ended March 31, 2018	Year ended March 31, 2017
Water charges	1,815,566	1,136,074
Rent	-	74,737
Rates and taxes	10,625,140	4,559,710
Insurance	1,611,007	2,111,679
Repairs and maintenance		
Buildings	15,635,830	17,106,889
Electricity Expenses	7,800,435	4,114,270
Legal and consultation fees	18,626,753	15,992,681
Auditors' remuneration	1,928,297	1,663,042
Directors Fees	465,450	175,875
Business promotion expenditure	3,970,838	346,560
Travelling and conveyance	4,075,619	3,418,071
Communication expenses	609,672	446,222
Printing and Stationary	2,565,105	574,672
Security and housekeeping charges	12,333,379	13,216,042
Allowances for doubtful debts and advances	-	3,255,066
Bad debts written off	3,572,306	-
Miscellaneous expenses	2,701,749	1,487,438
Total	88,337,146	69,679,028

Particulars	For the Period Ended March 31, 2018	Year ended March 31, 2017
Payments to auditors		
a) For audit	750,000	750,000
b) For other services	1,150,000	900,000
c) For reimbursement of expenses	28,297	13,042
Total	1,928,297	1,663,042



28. Income taxes relating to continuing operations

28.1 Income tax recognised in profit or loss

Particulars	For the Period Ended March 31, 2018	Year ended March 31, 2017
Deferred tax		
In respect of the current period	(7,411,405)	55,798,891
	(7,411,405)	55,798,891
Total income tax income/(expense) recognised in the current period	(7,411,405)	55,798,891

The income tax expense for the period can be reconciled to the accounting profit as follows:

Particulars	For the Period Ended March 31, 2018	Year ended March 31, 2017
Profit before tax from continuing operations	(278,960,496)	(184,197,207)
Expenses disallowed for tax purpose		
Unamortised ancillary cos of arranging borrowings	7,436,689	3,011,651
Provision for trade receivables	-	3,255,066
Amortisation of Preliminary Expenses	-	(435,550)
	(271,523,807)	(178,366,040)
Income tax expense calculated at 30.90% (2016-17: 30.90%)	(7,411,405)	55,798,891
Tax effect on unabsorbed tax losses	-	-
Tax effect on unabsorbed depreciation	-	-
	(7,411,405)	55,798,891
Adjustments recognised in the current year in relation to the current tax of prior years	-	-
Income tax expense recognised in profit or loss (relating to continuing	(7,411,405)	55,798,891

The tax rate used for the 2017-2018 and 2016-2017 reconciliations above is the corporate tax rate of 30.90% payable by corporate entities in India on taxable profits under the Indian tax law.



29. Earnings per share

Particulars	For the Period Ended March 31, 2018	Year ended March 31, 2017
From Continuing operations	Rs. per share	Rs. per share
Basic earnings per share	(6.30)	(2.98)
Diluted earnings per share	(6.30)	(2.98)

29.1 Basic Earnings per share

The earnings and weighted average number of equity shares used in the calculation of basic earnings per share are as follows.

Particulars	For the Period Ended March 31, 2018	Year ended March 31, 2017
Profit for the period attributable to owners of the Company (A)	(271,549,090)	(128,398,316)
Weighted average number of equity shares for the purposes of basic earnings per share (B)	43,120,000	43,120,000
Basic Earnings per share (A/B)	(6.30)	(2.98)

29.2 Diluted earnings per share

The earnings used in the calculation of diluted earnings per share are as follows.

The weighted average number of equity shares for the purpose of diluted earnings per share reconciles to the weighted average number of equity shares used in the calculation of basic earnings per share as follows:

Particulars	For the Period Ended March 31, 2018	Year ended March 31, 2017
Earnings used in the calculation of basic earnings per share	(271,549,090)	(128,398,316)
Adjustments (describe)		
Earnings used in the calculation of diluted earnings per share (A)	(271,549,090)	(128,398,316)
Weighted average number of equity shares used in the calculation of basic earnings per share	43,120,000	43,120,000
Adjustments (describe)		
Weighted average number of equity shares used in the calculation of diluted earnings per share (B)	43,120,000	43,120,000
Diluted earnings per share (A/B)	(6.30)	(2.98)



30. Operating lease arrangements

30.1 The Company as lessor

30.2.1 Leasing arrangements

Operating leases relate to the project facilities of the Company with lease terms of 11 years All operating lease contracts contain market review clauses in the event that the lessee exercises its option to renew. The lessee does not have an option to purchase the property at the expiry of the lease period.

Rental income earned by the Company from its investment properties and direct operating expenses arising on the investment properties for the year are set out in notes 20.

30.2.2 Non-cancellable operating lease receivables

Particulars	As at March 31, 2018	As at March 31, 2017
Not later than 1 year	7,650,000	7,350,000
Later than 1 year and not longer than 5 years	46,283,250	43,617,750
Later than 5 years	15,473,250	25,788,750
Total	69,406,500	76,756,500

31. Contingent liabilities and contingent assets

31.1 Contingent liabilities

Particulars	As at March 31, 2018	As at March 31, 2017
Bank guarantee	1,700,000	1,700,000
Total	1,700,000	1,700,000

i) The amount disclosed represents Bank guarantee taken by the company against Kerala Electricity department.

32. Events after the reporting period

33. Approval of financial statements

The financial statements were approved for issue by the board of directors on April 27, 2018.



34. Financial instruments

34.1 Capital management

The company manages its capital to ensure that it will be able to continue as going concern while maximising the return to stakeholders through the optimisation of the debt and equity balance. The capital structure of the company consists of net debt (borrowings as detailed in note 13 offset by cash and bank balances) and equity of the Company (comprising issued capital and other equity).

The company is not subject to any externally imposed capital requirements.

The company reviews the capital structure on a semi-annual basis. As part of this review, the company considers the cost of capital and the risks associated with each class of capital. The gearing ratio at March 31, 2018 is 16.98% (March 31, 2017 of 6.63%) (see below).

34.1.1 Gearing ratio

The gearing ratio at end of the reporting period was as follows.

Particulars	As at March 31, 2018	As at March 31, 2017
Debt (i)	2,974,070,090	2,970,050,005
Cash and bank balances (including cash and bank balances in a disposal company held for sale)	101,762,417	47,330,152
Net debt	2,872,307,673	2,922,719,853
Equity (ii)	169,145,651	440,694,741
Net debt to equity ratio	16.98%	6.63%

Debt is defined as long- and short-term borrowings (excluding derivative, financial guarantee contracts and contingent consideration).

Equity includes all capital and reserves of the Company that are managed as capital.

34.2 Categories of financial instruments

Particulars	As at March 31, 2018	As at March 31, 2017
Financial assets		
Cash and bank balances (including cash and bank balances in a disposal company held for sale)	101,762,417	47,330,152
Financial Assets measured at amortised cost	1,713,115,636	1,929,488,180
Financial liabilities		
Amortised cost (including trade payables balance in a disposal company held for sale)	3,010,191,857	2,988,474,817

34.3 Financial risk management objectives

The company's financial risks mainly include market risk (including interest rate risk), credit risk and liquidity risk.

34.4 Market risk

The company's activities expose it primarily to the financial risk of changes in interest rates.

34.5 Interest rate risk management

The company is exposed to interest rate risk because it borrows funds at floating interest rates. The management expects that those rates are not frequently changeable and in the estimate of the management is that these will not have significant upward trend.

34.6 Interest rate sensitivity analysis

If interest rates had been 50 basis points higher/lower and all other variables were held constant, the company's:

The Sensitivity analysis below has been determined based on the exposure to interest rates for borrowings at the end of the reporting period. For floating rate liabilities, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point increase or decrease is used when reporting interest risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

i) Loss for the year ended March 31, 2018 would increased/decreased by Rs.13,794,027/- (March 31, 2017: increased/decreased by Rs.13,696,359/-).

34.7 Credit risk management

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the company. The company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The company believes that the credit risk is not material.



34.8 Liquidity risk management

The company manages liquidity risk by maintaining adequate reserves and reserve borrowing facilities, by continuously monitoring forecasts and actual cash flows, and by matching the maturity profiles of financial liabilities.

34.8 Liquidity and interest risk tables

The following tables detail the company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the company can be required to pay. The tables include both interest and principal cash flows. To the extent that interest flows are floating rate, the undiscounted amount is derived from interest rate curves at the end of the reporting period. The contractual maturity is based on the earliest date on which the company may be required to pay.

Particulars	March 31, 2018	March 31, 2017
	Variable interest rate instruments	Variable interest rate instruments
Weighted average effective interest rate (%)		
Less than 1 month	-	-
1-3 months	-	-
3 months to 1 year	903,278,905	840,893,071
1-5 years	1,170,276,936	2,295,858,995
5+ years	1,191,022,607	1,902,160,163
Total	3,264,578,448	5,038,912,229

34.9 Financing facilities

Particulars	As at March 31, 2018	As at March 31, 2017
Total	-	-
Secured bank loan facilities which may be extended by mutual agreement:		
i) amount used	2,415,000,000	2,415,000,000
ii) amount unused	-	-
Total	2,415,000,000	2,415,000,000

34.10 Fair value of financial assets and financial liabilities that are not measured at fair value (but fair value disclosures are required)

Except as detailed in the following table, the directors consider that the carrying amounts of financial assets and financial liabilities recognised in the financial statements approximate their fair values.

	As at March 31, 2018		As at March 31, 2017	
	Carrying amount	Fair value	Carrying amount	Fair value
Financial assets				
Financial assets at amortised cost:	573,100,850	573,100,850	693,520,189	693,520,189
- loans to related parties				
- trade and other receivables	573,100,850	573,100,850	693,520,189	693,520,189
Financial lease receivables	-	-	-	-
Financial liabilities				
Financial liabilities held at amortised cost:	3,010,191,857	3,010,191,857	2,988,474,817	2,988,474,817
- bank loans	1,884,666,694	1,884,666,694	2,086,250,005	2,086,250,005
- loans from related parties	1,089,403,396	1,089,403,396	883,800,000	883,800,000
- trade payables	36,121,767	36,121,767	18,424,812	18,424,812
- Other financial liabilities	180,623,374	180,623,374	245,434,182	245,434,182
Financial lease payables	-	-	-	-



35. Related Party Disclosures

As at March 31, 2018

(a) Name of the Related Parties and Description of Relationship:

Nature of Relationship	Name of Entity	Abbreviation used
Ultimate Holding Company	Infrastructure Leasing & Financial Services Limited	ILFS
Holding Company	IL&FS Transportation Networks Limited	ITNL
Fellow Subsidiaries (Only with whom there have been transaction during the year/ there was balance outstanding at the year end)	IL&FS Township & Urban Assets Limited	ITUAL

As at March 31, 2017

(a) Name of the Related Parties and Description of Relationship:

Nature of Relationship	Name of Entity	Abbreviation used
Ultimate Holding Company	Infrastructure Leasing & Financial Services Limited	ILFS
Holding Company	IL&FS Transportation Networks Limited	ITNL
Fellow Subsidiaries (Only with whom there have been transaction during the year/ there was balance outstanding at the year end)	IL&FS Township & Urban Assets Limited	ITUAL
	IL&FS Financial Services Limited	IFIN
	IL&FS Securities Services Limited	ISSL
	ISSL CPG BPO Private Limited	ISCPBL



Related Party Disclosures (contd.)

Period ended March 31, 2018

(b) transactions/ balances with above mentioned related parties (mentioned in note 34 above)

Particulars	Infrastructure Leasing & Financial Services Limited	IL&FS Transportation Networks Limited*	IL&FS Township & Urban Assets Limited	ISSL CPG BPO Private Limited	Total
Balance					
Interest Accrued and due	-	-	(35,090,044)	-	(35,090,044)
Interest accrued but not due on borrowings	-	(15,963)	(17,405,195)	-	(17,421,158)
Short-term Borrowings	-	(485,603,396)	-	-	(485,603,396)
Trade Payables	(28,357)	(1,650,604)	(18,283,343)	-	(19,962,304)
Subordinate debt	-	-	(603,800,000)	-	(603,800,000)
Capital creditor	-	-	(107,463,969)	-	(107,463,969)
Transactions					
Administrative and general expenses	-	-	-	-	-
Short term borrowing	-	205,603,396	-	-	205,603,396
Interest on Loans (Expense)	-	37,625,189	77,662,740	-	115,287,929
Debt Syndication fees	-	1,528,338	-	-	1,528,338
Legal & professional	27,575	-	11,325,104	-	11,352,679

*Bank guarantee of Rs. 14,119,000 given by IL&FS Transportation Networks Limited to National Games Secretary on behalf of the company.

Year ended March 31, 2017

(b) transactions/ balances with above mentioned related parties (mentioned in note 34 above)

Particulars	Infrastructure Leasing & Financial Services Limited	IL&FS Transportation Networks Limited*	IL&FS Township & Urban Assets Limited	ISSL CPG BPO Private Limited	Total
Balance					
Interest Accrued and due	-	-	(19,824,408)	-	(19,824,408)
Interest accrued but not due on borrowings	-	(22,877,054)	(17,405,195)	-	(40,282,249)
Short-term Borrowings	-	(280,000,000)	-	-	(280,000,000)
Trade Payables	-	-	(11,340,031)	-	(11,340,031)
Subordinate debt	-	-	(603,800,000)	-	(603,800,000)
Capital creditor	-	-	(179,452,799)	-	(179,452,799)
Transactions					
Administrative and general expenses	-	-	17,274,008	16,680	17,290,688
Short term borrowing	-	110,000,000	-	-	110,000,000
Interest on Loans (Expense)	-	30,830,849	81,211,100	-	112,041,949
Reimbursement of expenses	157,413	-	1,153,432	-	1,310,845

*Bank guarantee of Rs. 14,119,000 given by IL&FS Transportation Networks Limited to National Games Secretary on behalf of the company.



Karyavattom Sports Facilities Limited
Notes forming part of the Special Purpose Financial Statements for the period ended March 31, 2018
(All amounts in Indian Rupees except as otherwise stated)

36. During the earlier year, the Company had increased the construction cost of project from Rs. 2,022,500,000 to Rs. 2,922,500,000 and accordingly entered into a supplemental development agreement for Rs 900,000,000 with the existing contractor for executing certain additional works/ revised project specifications. The Company had made an application seeking approval for enhancement in the Annuities towards the incremental project costs.

Also during the earlier year, the Company has further increased the construction cost of project from Rs. 2,922,500,000 to Rs. 3,125,000,000 mainly for fit-out of locker rooms, additional works for retail tenants, construction of Academy block etc., considering the event organised, discussion with regulatory bodies and discussion with potential tenants.

Also, during the earlier year, against the incremental project costs applied for approval, an amount of Rs. 323,870,805 is approved by the independent Consultant and is pending for final approval by Government of Kerala. In accordance with the Service Concession Agreement and as per the internal assessment, the management is confident of realisation of additional annuities of Rs. 630,520,564 against the incremental cost approved by the Independent Consultant.

The Special Purpose Financial Statements have been prepared on the basis of revised estimates of annuities and project costs.

37. Segment information

The Company is in the business of development, operation and maintenance of Greenfield Stadium at Karyavattom in Thiruvananthapuram, Kerala and thus operates under single business and geographical segment. As a result, disclosure under Ind AS 108 on "Operating Segments" has not been made.

38. This special purpose financial statements is prepared in accordance with the group accounting policies for the purposes of inclusion of the same into Consolidated Financial Statement of IL&FS Transportation Networks Limited and it is not to be used for the purposes of determination of tax liability or filing of its income tax return. Accordingly, tax provision, if any has not been determined.

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

As per our report of even date


For **S.R. BATLIBOI & ASSOCIATES LLP**
Chartered Accountants
ICAI Firm registration number: 101049WE300004


per **Shankar Srinivasan**
Partner
Membership No: 213271



Place: Hyderabad
Date: April 27, 2018

For and on behalf of the Board of Directors of
Karyavattom Sports Facilities Limited


Director


Director


Chief Financial Officer


Company Secretary

Place: Mumbai
Date: April 27, 2018

Differences in Accounting Policies & Disclosures

Accounting Policies Differences

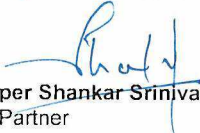
Accounting Policy of consolidating entity	Accounting Policy of ITNL	Difference (Explain)	Impact (Estimated if not quantified)	Action proposed

*only if impact as quantified or likely to be greater than 1.20 Mn

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

Accounting Policy of consolidating entity and its financial impact

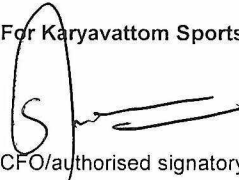
In terms of our clearance memorandum attached
 For S.R. BATLIBOI & ASSOCIATES LLP
 Chartered Accountants


 per Shankar Srinivasan
 Partner
 Membership No. 213271



Place: Hyderabad
 Date: April 27, 2018

For Karyavattom Sports Facilities Limited


 CFO/authorised signatory




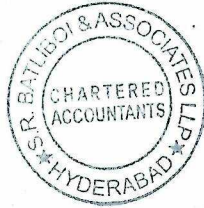
Place: Mumbai
 Date: April 27, 2018

Shareholding Pattern as at March 31, 2018

Sr. No.	Name of the Shareholder	March 31, 2018	
		No of Shares Held	% Holding
1	IL&FS Transportation Networks Limited (ITNL)	43,119,940	99.99%
2	ITNL and Mr Vijay Kini	10	0.00%
3	ITNL and Ram Walase	-	0.00%
4	ITNL and Shaivali Parekh	10	0.00%
5	ITNL and Krishna Ghag	10	0.00%
6	ITNL and Ajay Menon	10	0.00%
7	ITNL and Jyotsna Matondkar	10	0.00%
8	ITUAL and Shreekant Sawant	10	0.00%
	Total	43,120,000	


For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004


per Shankar Srinivasan
Partner
Membership No: 213271



Place: Hyderabad
Date: April 27, 2018

For Karyavattom Sports Facilities Limited


CFO/ Authorised signatory




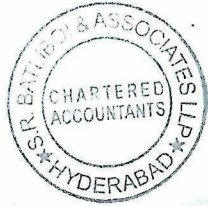
Place: Mumbai
Date: April 27, 2018

Movement in Shareholding Pattern for the year ended March 31, 2018

Date of Purchase/sale /new Issue/buy back etc.	No. of Equity Shares	Transaction price	Details of Purchaser/Investor / Seller	Net Asset Value calculation as on date of the transaction


For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants


per Shankar Srinivasan
Partner
Membership No. 213271



Place: Hyderabad
Date: April 27, 2018

For Karyavattom Sports Facilities Limited


CFO / Authorised signatory



Place: Mumbai
Date: April 27, 2018

(Part 1) - Provision for Overlay

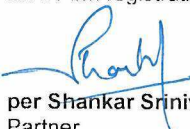
Provision for overlay in respect of toll roads maintained by the Group under service concession arrangements and classified as intangible assets represents contractual obligations to restore an infrastructure facility to a specified level of serviceability in respect of such asset. Estimate of the provision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

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

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

Particulars	As at March 31, 2018		As at March 31, 2017	
	Non-Current	Current	Non-Current	Current
Opening balance as on	-	-	-	-
Provision made during the year				
Provision utilised				
Adjustment for Foreign exchange fluctuation during the year				
Adjustment for reclassification during the year				
Closing balance as on	-	-	-	-

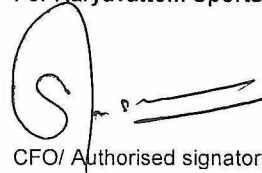
For S.R. BATLIBOI & ASSOCIATES LLP
 Chartered Accountants
 ICAI Firm registration number: 101049W/E300004


 per Shankar Srinivasan
 Partner
 Membership No: 213271



Place: Hyderabad
 Date: April 27, 2018

For Karyavattom Sports Facilities Limited


 CFO/ Authorised signatory



Place: Mumbai
 Date: April 27, 2018

(Part 2) - Estimates Used (Intangible Assets)

As per the accounting policy followed by the Group :-

Under Service Concession Arrangement (SCA), where a Special Purpose Vehicle (SPV) has received the right to charge users of a public service, such rights are recognized and classified as "Intangible Assets". Such a right is an unconditional right to receive consideration however the amounts are contingent to the extent that the public uses the service.

The book value of such an Intangible Asset is recognized by the SPV at the fair value of the constructed asset which comprises of the actual construction cost plus the margins as per the SCA.

The Intangible Asset is amortised on the basis of units of usage method over the lower of the remaining concession period or useful life of such intangible asset, in terms of each SCA.

Estimates of margins are based on internal evaluation by the management. Estimates of units of usage, toll rates, contractual liability for overlay expenditure and the timing of the same are based on technical evaluations and / or traffic study estimates by external agencies.

These factors are consistent with the assumptions made in the previous years.

The key elements have been tabulated below:


	Upto March 31, 2018
Margin on construction services recognised in respect of intangible assets (‘)	44,466,825
Amortisation charge in respect of intangible assets (‘)	278,100,245
Units of usage (No. of vehicles) (over the entire life of concession period)	Not applicable
Total Estimated Revenue for project (over the entire life of concession period)	Not applicable
	As at March 31, 2018
Carrying amounts of intangible assets (‘)	1,576,489,794
Carrying amounts of intangible assets under development (‘)	Not applicable
Provision for overlay in respect of intangible assets (‘)	Not applicable
	For the year ended March 31, 2018
Amortisation charge in respect of intangible assets (‘)	160,380,329

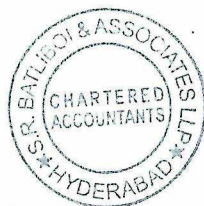
Particulars	Amount Rs.
Total estimated cost till the end of the construction period	1,535,060,323
Total estimated margin till the end of the construction period	44,466,825

Particulars	Amount Rs.
Opening Margins till March 31, 2017	43,388,551
During the period under audit	
Construction Revenue	37,020,755
Construction Cost	35,942,481
Margin	1,078,274
Margins Recognised till the balance sheet date upto March 31, 2018	44,466,825

Margin Percentage Applied on Construction Cost to recognise Construction Revenue	3%
--	----

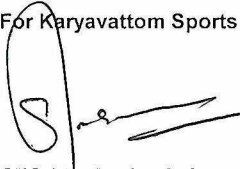
For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004


per Shankar Srinivasan
Partner
Membership No. 213271



Place: Hyderabad
Date: April 27, 2018

For Karyavattom Sports Facilities Limited


CFO / Authorised signatory



Place: Mumbai
Date: April 27, 2018

(Part 3) - Estimates Used (Financial Assets)

As per the accounting policy followed by the Group:-

Under a Service Concession Arrangement (SCA), where a Special Purpose Vehicle (SPV) has acquired contractual rights to receive specified determinable amounts (Annuity) for use of an asset, such amounts are recognised as "Financial Assets" and are disclosed as "Receivable against Service Concession Arrangements"

The value of a Financial Asset covered under a SCA includes the fair value estimate of the construction services which is estimated at the inception of the contract and is based on the fair value of the constructed asset and comprises of the actual construction cost, a margin as per the SCA, estimates of the future operating and maintenance costs, including overlay / renewal costs

The cash flows from a Financial Asset commences from the Provisional / Final Commercial Operation Date as certified by the granting authority for the SCA.

The cash flow from a Financial Asset is accounted using the effective interest rate method. The intrinsic interest element in each Annuity receipt is accounted as finance income and the balance amount is accounted towards recovery of dues from the "Receivable against Service Concession Arrangements"

These factors are consistent with the assumptions made in the previous years.

The key elements have been tabulated below:

	Upto / as at March 31, 2018 (Rupees)
Margin on construction and operation and maintenance and renewal services recognised in respect of Financial Assets	55,031,805
Carrying amounts of Financial Assets included under Receivables against Service Concession Arrangements	1,701,980,806
Revenue recognised on Financial Assets on the basis of effective interest method	1,100,394,234

Particulars	Amount `
Total estimated cost till the end of the construction period	1,879,862,158
Total estimated margin till the end of the construction period	55,031,805

Particulars	Amount Rs.
March 31, 2017	55,031,805
Opening Margins as per last year notes	55,031,805
Construction Revenue	-
Construction Cost	-
O & M Revenue	-
O & M Cost	-
Periodic Maintenance Revenue	-
Periodic Maintenance Cost	-
Margin	-
Margins Recognised till the balance sheet date	55,031,805

Receivable on SCA as at March 31, 2018	1,701,980,806
--	---------------


Margin Percentage Applied on Construction Cost to recognise Construction Revenue	3%
--	----

Financial Income	Amount `
Revenue recognised on Financial Assets on the basis of effective interest method	
Up to March 31, 2016	528,296,786
March 31, 2017	303,850,000
March 31, 2018	268,247,448
Total	1,100,394,234

Financial Assets Reco:

Particulars	Current	Non-Current
Opening Receivables under Service Concession Arrangements	680,000,000	1,234,110,000
Add - Additions during the year	344,881,231	(86,110,425)
Less - Receipt of Annuity	(470,900,000)	
Closing Receivables Balance as per Balance Sheet	553,981,231	1,147,999,575


For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004


per Shankar Srinivasan
Partner
Membership No. 213271



Place: Hyderabad
Date: April 27, 2018

For Karvattom Sports Facilities Limited


CFO / Authorised signatory



Place : Mumbai
Date: April 27, 2018

(Part 4) - Other Information


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

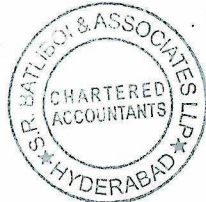
Particulars	Kerala Stadium
Nature of Asset	Intangible / Financial Asset
Year when SCA granted	2012
Period	15 years
Extension of period	No
Completed/Under Construction	Completed Construction
Premature Termination	Force Majure or on event of default by either party
Special term	Nil
Brief description of Concession	<p>National Games Secretariat (NGS) & Kerala University has signed the Concession Agreement with Karyavattom Sports Facilities Ltd (KSFL), a Special Purpose Company, on April 04, 2012 for development of green field Stadium at Karyavattom, Thiruvananthapuram, Kerala on Develop, Build, Operate and Transfer (DBOT) basis (the "Project").</p> <p>The project is designed as a multi-use facility capable of hosting international Sporting events of Cricket and Football as well as national level indoor sporting events. In addition to the sports facilities, the stadium complex will also provide retail, exhibition, convention, club and recreational facilities.</p> <p>The Concession is granted for a period of 15 years including construction period of two years. The Concessionaire is entitled to annuity amount and is entitle to levy, demand and collect fees from the user of the project facilities.</p> <p>During the earlier years, against the incremental project costs applied for approval, an amount of Rs. 323,870,805 is approved by the Independent Consultant and is pending for final approval by Government of Kerala. In accordance with the Service Concession Agreement and as per the internal assessment, the management is confident of realisation of additional annuities of Rs. 630,520,564 against the incremental cost approved by the Independent Consultant.</p>

Note:
 During the earlier years, the construction of the Stadium is complete and the Company has received 'No objection certificate' from the competent authority for using the Stadium for the purpose of conducting South Asian Football Federation (SAFF) championship from December 23, 2015.

In accordance with the Group accounting policy for infrastructure assets built under public-to-private Service Concession Arrangements (SCAs) and further as represented by the management, the Company has considered similar approach for aforesaid project and accordingly has not capitalised the intangibles assets to the extent, which have been put to use.


For S.R. BATLIBOI & ASSOCIATES LLP
 Chartered Accountants
 ICAI Firm registration number: 101049W/E300004


 per Shankar Srinivasan
 Partner
 Membership No. 213271



Place: Hyderabad
 Date: April 27, 2018

For Karyavattom Sports Facilities Limited


 CFO / Authorised signatory



Place: Mumbai
 Date: April 27, 2018

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

Part 1

1. Name of the related parties and description of relationship:

Nature of Relationship with "IL&FS"	Name of Entity	Acronym used
Holding Company :		
Fellow Subsidiaries		
Associates :		
Co - Venture :		
Key Management personnel :		

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

Account head	Name of Entity	31-Mar-18	31-Mar-17
Balances			
Account head	Name of Entity	31-Mar-18	31-Mar-17
Transactions			

3. Managerial Remuneration to Key Management Personnel (KMP) for Related Party Disclosure:

Name	Remuneration	Director's Sitting Fees	Rent	Interest payment	Others (Specify, if any) (See Note below)	Total
Mr Ravi Parthasarathy						-
Mr Hari Sankaran						-
Mr Arun K Saha						-
Mr Vibhav Kapoor						-
Mr Manu Kochhar						-
Mr Ramesh C Bawa						-
Mr K Ramchand						-
Mr Shahzaad Dalal						-
Ms Vishpala Parthasarathy						-
Ms Sulagna Saha						-
Ms Nafisa Dalal						-
Mr Izaan Dalal						-

Note: Please add respective columns for the outstanding balances with the above KMPs also in addition to Profit & Loss transactions

Part 2

1. Name of the related parties and description of relationship:

Nature of Relationship with "ITNL"	Name of Entity	Acronym used
Holding Company :		
Fellow Subsidiaries		
Associates :		
Co - Venture :		
Key Management personnel		

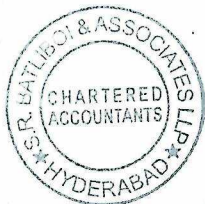
2. Details of balances and transactions during the period with related parties

Account head	Name of Entity	31-Mar-18	31-Mar-17
Balances			
Account head	Name of Entity	31-Mar-18	31-Mar-17
Transactions			

In terms of our clearance memorandum attached
For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E/300004

per Shankar Srinivasan
Partner
Membership No. 213271

Place : Hyderabad
Date: April 28, 2018



For Karyavattom Sports Facilities Limited

CFO / Authorised signatory



Place: Mumbai
Date: April 28, 2018

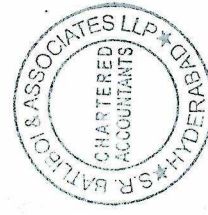
Movement of Investments for Cash flow

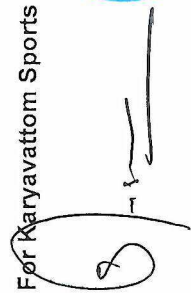
All the movements in Long term Investment needs to be given under following table to identify the cash flow impact

Script	Opening Balance as of 1/4/2017	Purchase Amount	Cost of Sale	Profit / (Loss)	Sale Value	Forex adjustments	Other adjustments	Transfer	Closing Balance as of 31/3/2018	Remarks
									-	
									-	
									-	
									-	
									-	
									-	
									-	

In terms of our clearance memorandum attached
For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004


per Shankar Srinivasan
Partner
Membership No. 213271
Place : Hyderabad
Date: April 27, 2018



For Karyavattom Sports Facilities Limited

CFO / Authorised signatory



Place: Mumbai
Date: April 27, 2018

Variance Analysis with Comparatives:

All the Companies needs to provide reasons / justifications of variances in comparison with previous period

(1) Balance sheet :

Liabilities	March 31, 2018	March 31, 2017	Increase / (Decrease)
ASSETS			-
Non-current Assets			-
(a) Property, plant and equipment	2,001,882	1,707,336	294,546
(b) Capital work-in-progress	-	-	-
(c) Investment property	-	-	-
(d) Intangible assets	-	-	-
(i) Goodwill	-	-	-
(ii) under SCA	1,576,489,794	1,699,849,368	(123,359,574)
(iii) others	-	-	-
(iv) Intangible assets under development	-	-	-
(e) Financial assets	-	-	-
(i) Investments	-	-	-
a) Investments in associates	-	-	-
b) Investments in joint ventures	-	-	-
c) Other investments	-	-	-
(ii) Trade receivables	-	-	-
(iii) Loans	-	-	-
(iv) Other financial assets	1,149,807,566	1,237,617,991	(87,810,425)
(f) Tax assets	-	-	-
(i) Deferred Tax Asset (net)	-	-	-
(ii) Current Tax Asset (Net)	2,111,386	1,311,103.00	800,283
(g) Other non-current assets	4,483,374	81,674.00	4,401,700
Total Non-current Assets	2,734,894,002	2,940,567,471.41	(205,673,470)
Current Assets			-
(a) Inventories	-	-	-
(b) Financial assets	-	-	-
(i) Investments	-	-	-
(ii) Trade receivables	9,792,780	1,650,000.00	8,142,780
(iii) Cash and cash equivalents	60,062,417	47,330,152.00	12,732,265
(iv) Bank balances other than (iii) above	41,700,000	-	41,700,000
(v) Loans	-	-	-
(vi) Other financial assets	563,308,070	691,870,189.00	(128,562,119)
(c) Current tax assets (Net)	-	-	-
(d) Other current assets	1,833,523	2,038,696.00	(205,173)
Assets classified as held for sale	-	-	-
Total Current Assets	676,696,790	742,889,037.00	(66,192,247)
Total Assets	3,411,590,792	3,683,456,508.41	(271,865,717)
EQUITY AND LIABILITIES			-
Equity			-
(a) Equity share capital	431,200,000	431,200,000.00	-
(b) Other Equity	(262,054,349)	9,494,740.19	(271,549,089)
Equity attributable to owners of the Company	-	-	-
Non-controlling Interests	-	-	-
Total Equity	169,145,651	440,694,740.19	(271,549,089)
LIABILITIES			-
Non-current Liabilities			-
(a) Financial Liabilities			-
(i) Borrowings	2,303,633,394	2,488,456,711.45	(184,823,317)
(ii) Trade payables	3,358,159	2,942,000.00	416,159
(iii) Other financial liabilities	35,291,383	-	3,358,159
(b) Provisions	-	-	-
(c) Deferred tax liabilities (Net)	-	7,411,406.05	(7,411,406)
(d) Other non-current liabilities	-	-	-
Total Non-current Liabilities	2,342,282,936	2,498,810,117.50	(156,527,182)
Current liabilities			-
(a) Financial liabilities			-
(i) Borrowings	485,603,396	280,000,000.00	205,603,396
(ii) Trade payables	36,121,767	18,424,812.00	17,696,955
(iii) Current maturities of long term debt	184,833,300	201,593,294.00	(16,759,994)
(iv) Other financial liabilities	177,265,214	242,492,182.00	(65,226,968)
(b) Provisions	-	-	-
(c) Current tax liabilities (Net)	-	-	-
(d) Other current liabilities	16,338,528	1,441,363	16,338,528
Liabilities directly associated with assets classified as held for sale	-	-	-
Total Current Liabilities	900,162,205	743,951,651.00	156,210,554
Total Liabilities	3,242,445,141	3,242,761,768.50	(316,628)
Total Equity and Liabilities	3,411,590,792	3,683,456,509	(271,865,716)

(2) Statement of Profit and Loss :

Statement of Profit and Loss	March 31, 2018	March 31, 2017	Increase / (Decrease)
Income			
Revenue from Operations	324,354,792	325,013,474	(658,682)



Other income	32,475,157	14,941,264	17,533,893
Total Income	356,829,949	339,954,738	16,875,211
Expenses			
Cost of Material consumed	-	-	-
Operating expenses	35,942,481	4,310,000	31,632,481
Employee benefits expense	-	732,626	(732,626)
Finance costs	350,680,209	330,962,734	19,717,475
Depreciation and amortisation expense	160,830,609	118,467,557	42,363,052
Impairment loss on financial assets	-	-	-
Reversal of impairment on financial assets	-	-	-
Other expenses	88,337,146	69,679,028	18,658,118
Total expenses	635,790,445	524,151,945	111,638,500
Add: Share of profit/(loss) of associates			
Add: Share of profit/(loss) of joint ventures			
Profit before exceptional items and tax	(278,960,496)	(184,197,207)	(463,157,703)
Add: Exceptional items	-	-	-
Profit before tax	(278,960,496)	(184,197,207)	(463,157,703)
Less: Tax expense			
(1) Current tax	-	-	-
(2) Deferred tax	(7,411,406)	(55,798,891)	(63,210,297)
	(7,411,406)	(55,798,891)	(63,210,297)
Profit for the period from continuing operations (I)	(271,549,090)	(128,398,316)	(399,947,406)
Profit from discontinued operations before tax	-	-	-
Tax expense of discontinued operations	-	-	-
Profit from discontinued operations (after tax) (II)	-	-	-
Profit for the period (III=I+II)	(271,549,090)	(128,398,316)	(399,947,406)
Other Comprehensive Income			
A (i) Items that will not be reclassified to profit or loss			
(a) Changes in revaluation surplus	-	-	-
(b) Remeasurements of the defined benefit plans	-	-	-
(c) Equity instruments through other comprehensive income	-	-	-
(d) Others (specify nature)	-	-	-
(e) Share of other comprehensive income in associates and joint ventures, to the extent not to be reclassified to profit or loss	-	-	-
A (ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-
B (i) Items that may be reclassified to profit or loss			
(a) Exchange differences in translating the financial statements of foreign operations including the gain / loss on related hedging instrument	-	-	-
(b) Debt instruments through other comprehensive income	-	-	-
(c) Effective portion of gains and losses on designated portion of hedging instruments in a cash flow hedge	-	-	-
(d) Others (specify nature)	-	-	-
(e) Share of other comprehensive income in associates and joint ventures, to the extent that may be reclassified to profit or loss	-	-	-
B (ii) Income tax relating to items that may be reclassified to profit or loss	-	-	-
Total other comprehensive income (IV=A (i-ii)+B(i-ii))	-	-	-
Total comprehensive income for the period (III+IV)	(271,549,090)	(128,398,316)	(399,947,406)
Profit for the period attributable to:			
- Owners of the Company	-	-	-
- Non-controlling interests	-	-	-
Other comprehensive income for the period attributable to:			
- Owners of the Company	-	-	-
- Non-controlling interests	-	-	-
Total comprehensive income for the period attributable to:			
- Owners of the Company	-	-	-
- Non-controlling interests	-	-	-

for Karavattom Sports Facilities Limited




CFO / Authorised signatory

Place: Mumbai
Date : 27th April, 2018

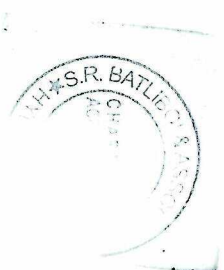
Utilisation of fund investments by Parent Company in Toll / Rail / Checkpost Project Company under construction during year ended March 31, 2018

Project Company	Financial Year of Investment	Instrument	Name of Parent company	Incremental Investment by Parent Company in Project Company (Rs)	Amount used in project / construction activity by Project Company (Rs)	Amount used for general administrative expenses by Project Company (Rs)	Amount lying in FD, cash / bank balance (Rs)	Amount used for any other purposes (Pis define) by Project Company (Rs)	Project Status - Operational / Under construction	Project Commissioning date	Remarks (if any)
For example :											
	For 2014-15	Equity shares Adv - Invest Pref shares Others (Pis specify)	IL & FS Transportation Networks Ltd	289,709,000	272,363,502	NA	8,636,498	NA	Under construction		Other purpose mainly include purchase of fixed assets
	For 2015-16	Equity shares Adv - Invest Pref shares Others (Pis specify)	IL & FS Transportation Networks Ltd	NA	8,636,498	NA	(8,636,498)	NA	Construction completed		
	For 2016-17	Equity shares Adv - Invest Pref shares Others (Pis specify)	IL & FS Transportation Networks Ltd	NA	NA	NA	NA	NA	Construction completed		
	As of March 31, 2018	Equity shares Adv - Invest Pref shares Others (Pis specify)	IL & FS Transportation Networks Ltd	431,200,000	429,900,000	NA	NA	NA	Construction completed		Other purpose mainly include purchase of fixed assets

In terms of our clearance memorandum attached
 For S.R. BATLIBOI & ASSOCIATES LLP
 Chartered Accountants
 ICAI Firm Registration number: 101049W/E300004

per Shankar Sripkvasan
 Partner
 Membership No: 213271

Place : Hyderabad
 Date : 27th April, 2018



For Karyavattom Sports Facilities Limited
 CFO / Authorised signatory



Place : Mumbai
 Date : 27th April, 2018

FINANCIAL INSTRUMENTS

1 Capital management

The Company endeavours to maintain sufficient levels of working capital, current assets, and current liabilities which helps the company to meet its expense obligations while also maintaining sufficient cash flow

The capital structure of the Company consists of net debt (borrowings as detailed in notes 13 and 17 offset by cash and bank balances) and equity of the Company (comprising issued capital and retained earnings as detailed in notes 11 and 12). The capital structure of the Company is reviewed by the management on a periodic basis.

1.1 Gearing ratio

The gearing ratio at end of the reporting period was as follows.

Rs.

Particulars	As at March 31, 2018	As at March 31, 2017
Debt (i)	2,974,070,090	2,970,050,005
Cash and bank balances (including cash and bank balances in a disposal company held for sale)	101,762,417	47,330,152
Net debt	2,872,307,673	2,922,719,853
Total Equity (ii)	170,655,850	440,694,741
Net debt to total equity ratio	16.83%	6.63%

Footnotes:

(i) Debt is defined as long- and short-term borrowings including interest accrued (excluding derivative), as described in notes 13 and 17

(ii) Equity includes all capital and reserves of the Company that are managed as capital.


In order to achieve its overall objective, the Company's risk management committee, amongst other things, aims to ensure that it meets the financial covenants attached to the borrowings. Breaches in meeting the financial covenants would permit the bank to seek action as per terms of the agreement.

2 Categories of financial instruments

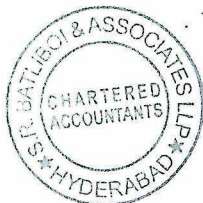
Rs.

Particulars	As at March 31, 2018	As at March 31, 2017
Financial assets		
Fair value through profit and loss (FVTPL)		
Investment in equity instruments	-	-
Derivative instruments designated as cash flow hedge	-	-
At amortised cost		
Investment in equity instruments	-	-
Loans	-	-
Trade receivables	-	-
Cash & cash equivalents; and bank balances (including Balances with Banks in deposit accounts under lien)	60,062,417	47,330,152
SCA receivable	-	-
Other financial assets (excluding Balances with Banks in deposit accounts under lien)	1,713,115,636	1,929,488,180
Financial liabilities		
Financial Liabilities		
Derivative instruments designated as cash flow hedge	-	-
At amortised cost		
Borrowings (including interest accrued)	2,974,070,090	2,970,050,005
Trade payables	-	-
Other financial liabilities (excluding interest accrued)	2,998,446,314	2,988,474,817

For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049WE300004

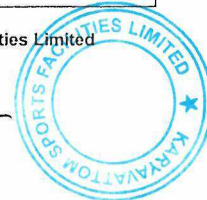

per Shankar Srinivasan
Partner
Membership No: 213271

Place: Hyderabad
Date : 27th April, 2018



For Karyavattom Sports Facilities Limited


CFO / Authorised signatory



Place: Mumbai
Date : 27th April, 2018

3 Financial risk management objectives
 The company's financial risks mainly include market risks (including interest rate risk), credit risk and liquidity risk.

4 Market risk
 The company's activities expose it primarily to the financial risk of changes in interest rates.

5 Interest rate risk management:

The company is exposed to interest rate risk because it borrows funds at floating interest rates. The management expects that these rates are not frequently changeable and in the estimate of the management is that these will not have significant upward trend. The company is exposed to interest rate risk because it borrows funds at both fixed and floating interest rates. The risk is managed by the company by maintaining an appropriate mix between fixed and floating rate borrowings.

5.1 Interest rate sensitivity analysis

The sensitivity analyses below have been determined based on the exposure to interest rates for both derivatives and non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point increase or decrease represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 50 basis points higher/lower and all other variables were held constant, the company's loss for the year ended March 31, 2018 would increase/decrease by Rs. 13,794,027/- (March 31, 2017: increased/decreased by Rs. 13,866,359/-).

6 Credit risk management

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the company. The company has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults. The company believes that the credit risk is not material.

7 Liquidity risk management

The company manages liquidity risk by maintaining adequate reserves and reserve borrowing facilities by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial liabilities.

7.1 Liquidity and interest risk tables

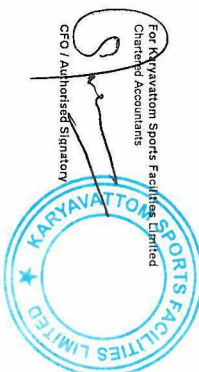
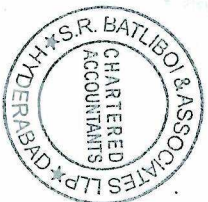
The following tables detail the company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the company can be required to pay. The tables include both interest and principal cash flows. To the extent that interest flows are floating rate, the undiscounted amount is derived from interest rate curves at the end of the reporting period. The contractual maturity is based on the earliest date on which the company may be required to pay.

Particulars	TINL and its subsidiaries			
	March 31, 2018		March 31, 2017	
	Non-interest bearing	Variable interest rate instruments	Non-interest bearing	Variable interest rate instruments
Up to 1 year	-	603,800,000.00	-	603,800,000.00
1-3 years	-	1,296,630,914.00	-	1,137,632,213.00
3-5 years	-	-	-	-
More than 5 years	-	-	-	-
Total	-	1,900,430,914.00	-	1,741,432,213.00

Particulars	Other Entities			
	March 31, 2018		March 31, 2017	
	Non-interest bearing	Variable interest rate instruments	Non-interest bearing	Variable interest rate instruments
Up to 1 year	-	1,170,276,936.00	-	2,285,856,885.21
1-3 years	-	587,222,607.00	-	1,298,350,182.97
3-5 years	-	-	-	-
More than 5 years	-	1,977,947,534.00	-	3,901,280,017.17
Total	-	3,735,446,077.00	-	7,485,487,085.35

For S.R. BATLIBOI & ASSOCIATES LLP
 Chartered Accountants
 ICAI Firm Registration number: 101049W/IE300004

For Karyavatom Sports Facilities Limited
 Chartered Accountants
 CFO / Authorised Signatory



FINANCIAL INSTRUMENTS

10 Fair value measurements

This note provides information about how the company determines fair values of various financial assets and financial liabilities

10.1 Fair value of the Company's material financial assets and financial liabilities that are measured at fair value on a recurring basis

Some of the company's financial assets and financial liabilities are measured at fair value at the end of each reporting period. The following table gives information about how the fair values of these financial assets and financial liabilities are determined (in particular, the valuation technique(s) and inputs used)

Financial assets/ (financial liabilities)	Fair value		Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value
	As at March 31, 2018	As at March 31, 2017				
1) Interest rate swaps			Level 2	Discounted cash flow. Future cash flows are estimated based on forward interest rates (from observable yield curves at the end of the reporting period) and contract interest rates, discounted at a rate that reflects the credit risk of various counterparties.	None	None
2) Interest rate cross currency swaps			Level 2	Discounted cash flow. Future cash flows are estimated based on forward interest rates (from observable yield curves at the end of the reporting period) and contract interest rates, discounted at a rate that reflects the credit risk of various counterparties.	None	None
3) Investment in equity shares of			Level 3	Net assets value of the investee company based on its audited financial statements	Net assets of the investee company	Direct

10.2 Fair value of financial assets and financial liabilities that are not measured at fair value (but fair value disclosures are required)

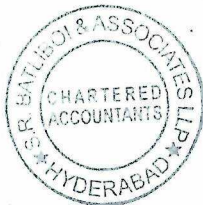
	ITNL Group Entities				Other Entities			
	As at March 31, 2018		As at March 31, 2017		As at March 31, 2018		As at March 31, 2017	
	Carrying amount	Fair value	Carrying amount	Fair value	Carrying amount	Fair value	Carrying amount	Fair value
Financial assets								
Fair value through profit and loss (FVTPL)								
Investment in equity instruments								
Derivative instruments designated as cash flow hedge								
At amortised cost								
Investment in equity instruments								
Loans								
Trade receivables								
Cash & cash equivalents, and bank balances								
SCA receivable								
Other financial assets								
Financial liabilities								
Derivative instruments designated as cash flow hedge								
At amortised cost								
Borrowings								
Trade payables								
Other financial liabilities								

Fair value hierarchy	Particulars	As at March 31, 2018			As at March 31, 2017		
		Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets							
Fair value through profit and loss (FVTPL)							
Investment in equity instruments							
Derivative instruments designated as cash flow hedge							
Financial Assets measured at amortised cost							
Investment in equity instruments							
Loans							
Trade receivables							
Cash & cash equivalents, and bank balances							
SCA receivable							
Other financial assets							
Financial liabilities							
Derivative instruments designated as cash flow hedge							
At amortised cost							
Borrowings							
Trade payables							
Other financial liabilities							

The fair values of the financial assets and financial liabilities above have been determined in accordance with generally accepted pricing models based on a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counterparties

For S.R. BATHI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/13000034

per Shankar Srinivasan
Partner
Membership No: 213271



For Karvattom Sports Facilities Limited
Chartered Accountants

CFD Authorised Signatory



11. Borrowing Awaiting
 11.1 for year ended 31st March 2018

Type of Borrowing	Terms of Loans	Range for rate of interest	ITNL and its subsidiaries			IL&FS Group Companies			Other than IL&FS Companies	Total
			Parent (i.e. ITNL)	Subsidiaries	Jointly Controlled Entities	Parent (i.e. IL&FS)	Subsidiaries	Jointly Controlled Entities		
Secured :										
Debentures	1-3 years	<= 7.00 %								
		7.01% to 9.00%								
		9.01% to 11.00%								
	3-5 years	11.01% to 14.00%								
		More than 14%								
		Zero Coupon								
	+5 years	LIBOR + 10 bps								
		Others (Specify)								
		<= 7.00 %								
Sub Debts / Bonds	1-3 years	7.01% to 9.00%								
		9.01% to 11.00%								
		11.01% to 14.00%								
	3-5 years	More than 14%								
		LIBOR + 10 bps								
		Others (Specify)								
	+5 years	<= 7.00 %								
		7.01% to 9.00%								
		9.01% to 11.00%								
Term Loans	1-3 years	11.01% to 14.00%								
		More than 14%								
		LIBOR + 10 bps								
	3-5 years	Others (Specify)								
		<= 7.00 %								
		7.01% to 9.00%								
	+5 years	9.01% to 11.00%								
		11.01% to 14.00%								
		More than 14%								
Foreign Currency Loan	1-3 years	LIBOR + 10 bps								
		Others (Specify)								
		<= 7.00 %								
	3-5 years	7.01% to 9.00%								
		9.01% to 11.00%								
		11.01% to 14.00%								
	+5 years	More than 14%								
		LIBOR + 10 bps								
		Others (Specify)								
Others (Specify)	1-3 years	Eur + 3.25%								
		Euribor + 3.20%								
		LIBOR + 10 bps								
	3-5 years	LIBOR + 60 bps								
		LIBOR + 400 bps								
		3 M USD LIBOR + 540 bps								
	+5 years	2MM 6.628%								
		718K 6.969%								
		AED 6%								
Total										
Unsecured :										
Subordinated Debt	1-3 years	<= 7.00 %								
		7.01% to 9.00%								
		9.01% to 11.00%								
	3-5 years	11.01% to 14.00%								
		More than 14%								
		Others (Specify)								
	+5 years	<= 7.00 %								
		7.01% to 9.00%								
		9.01% to 11.00%								
Total										



Debentures	1-3 years	9.01% to 11.00%											
		11.01% to 14.00%											
		More than 14%											
	3-5 years	Zero Coupon											
		LIBOR + 10 bps											
		Others (Specify)											
	+ 5 years	<= 7.00 %											
		7.01% to 9.00%											
		9.01% to 11.00%											
Bonds	1-3 years	11.01% to 14.00%											
		More than 14%											
		Zero Coupon											
	3-5 years	LIBOR + 10 bps											
		Others (Specify)											
		<= 7.00 %											
	+ 5 years	7.01% to 9.00%											
		9.01% to 11.00%											
		11.01% to 14.00%											
Term Loans	1-3 years	More than 14%											
		LIBOR + 10 bps											
		Others (Specify)											
	3-5 years	<= 7.00 %					485,603,396		485,603,396				
		7.01% to 9.00%											
		9.01% to 11.00%											
	+ 5 years	11.01% to 14.00%											
		More than 14%											
		LIBOR + 10 bps					603,800,000		603,800,000				
Foreign Currency Loan	1-3 years	Others (Specify)											
		EUR + 3.5%											
		Fixed 6.40%											
	3-5 years	EURIBOR + 137 bps											
		EUR 1 + 3.5%											
		Fixed (4.092%) Variable EUR 1 + 3.5%											
	+ 5 years	1st Yr. 4.95%, rest EUR + 4.50%											
		0 to 24 month 3% / Eur 1Y + 3%											
		EUR + 2.5%											
Inter Corporate Deposits	1-3 years	Fixed 3.15%											
		Eur 1A + 2.84%											
		Fixed 75 bps											
	3-5 years	EUR + 3.2%											
		ICAPEURO + 1.30%											
		Others (Specify)											
	+ 5 years	EUR + 3.5%											
		Fixed 6.40%											
		EURIBOR + 137 bps											
Commercial Papers	1-3 years	EUR 1 + 3.5%											
		Fixed (4.092%) Variable EUR 1 + 3.5%											
		1st Yr. 4.95%, rest EUR + 4.50%											
	3-5 years	0 to 24 month 3% / Eur 1Y + 3%											
		EUR + 2.5%											
		Fixed 3.15%											
	+ 5 years	Eur 1A + 2.84%											
		Fixed 75 bps											
		EUR + 3.2%											
Finance Lease Obligations	1-3 years	ICAPEURO + 1.30%											
		Others (Specify)											
		EUR + 3.5%											
	3-5 years	Fixed 6.40%											
		EURIBOR + 137 bps											
		EUR 1 + 3.5%											
	+ 5 years	Fixed (4.092%) Variable EUR 1 + 3.5%											
		1st Yr. 4.95%, rest EUR + 4.50%											
		0 to 24 month 3% / Eur 1Y + 3%											
Others (Specify)	1-3 years	EUR + 2.5%											
		Fixed 3.15%											
		Eur 1A + 2.84%											
	3-5 years	Fixed 75 bps											
		EUR + 3.2%											
		ICAPEURO + 1.30%											
	+ 5 years	Others (Specify)											
		EUR + 3.5%											
		Fixed 6.40%											
Total						485,603,396		603,800,000					1,089,403,396

For S.R. BATHI BOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/300004

per Shankar Shivdasan
Partner
Membership No. 213271



For Karyavattom Sports Facilities Limited
Chartered Accountants

CPA Authorised Signatory



11 Borrowing Against
 11.21 or year ended 31st March 2017

Type of Borrowing	Terms of loans	Range for rate of interest	ITNL and its subsidiaries			IL&S Group Companies			Other than IL&S Companies	Total	Frequency of Resayment Monthly / Quarterly / Half Yearly / Yearly / On maturity
			Parent (i.e. ITNL)	Subsidiaries	Jointly Controlled Entities	Parent (i.e. IL&S)	Subsidiaries	Jointly Controlled Entities			
Secured	1-3 years	<= 7.00 %								Yearly/ On Maturity	
		7.01% to 9.00%									
		9.01% to 11.00%									
	3-5 years	11.01% to 14.00%									
		More than 14%									
		Zero Coupon LIBOR + 10 bps Others (Specify)									
	5 years	<= 7.00 %									
		7.01% to 9.00%									
		9.01% to 11.00%									
	Sole Debts / Bonds	1-3 years	11.01% to 14.00%								
			More than 14%								
			Zero Coupon LIBOR + 10 bps Others (Specify)								
3-5 years		<= 7.00 %									
		7.01% to 9.00%									
		9.01% to 11.00%									
5 years		11.01% to 14.00%									
		More than 14%									
		Zero Coupon LIBOR + 10 bps Others (Specify)									
Term Loans		1-3 years	<= 7.00 %								
			7.01% to 9.00%								
			9.01% to 11.00%								
	3-5 years	11.01% to 14.00%									
		More than 14%									
		Zero Coupon LIBOR + 10 bps Others (Specify)									
	5 years	<= 7.00 %									
		7.01% to 9.00%									
		9.01% to 11.00%									
	Foreign currency loans	1-3 years	11.01% to 14.00%								
			More than 14%								
			Zero Coupon LIBOR + 10 bps Others (Specify)								
3-5 years		<= 7.00 %									
		7.01% to 9.00%									
		9.01% to 11.00%									
5 years		11.01% to 14.00%									
		More than 14%									
		Zero Coupon LIBOR + 10 bps Others (Specify)									
1-3 years		Eur + 3.25%									
		Euroster + 3.20%									
		LIBOR + 10 bps LIBOR + 60 bps LIBOR + 400 bps 3 M USD LIBOR + 540 bps 2MM 6.628% 718K 6.969%									
3-5 years	AEJ 6%										
	Others (Specify)										
	Eur + 3.25%										
5 years	Euroster + 3.20%										
	LIBOR + 10 bps LIBOR + 60 bps LIBOR + 400 bps 3 M USD LIBOR + 540 bps 2MM 6.628% 718K 6.969%										
	AEJ 6%										
Others (Specify)	Others (Specify)										
	Eur + 3.25%										
	Euroster + 3.20%										
Total	LIBOR + 10 bps LIBOR + 60 bps LIBOR + 400 bps 3 M USD LIBOR + 540 bps 2MM 6.628% 718K 6.969%										
	AEJ 6%										
	Others (Specify)										
Unsecured	1-3 years	<= 7.00 %									
		7.01% to 9.00%									
		9.01% to 11.00%									
	3-5 years	11.01% to 14.00%									
		More than 14%									
		Zero Coupon LIBOR + 10 bps Others (Specify)									
	5 years	<= 7.00 %									
		7.01% to 9.00%									
		9.01% to 11.00%									
	Subordinated Debt	1-3 years	11.01% to 14.00%								
			More than 14%								
			Zero Coupon LIBOR + 10 bps Others (Specify)								
3-5 years		<= 7.00 %									
		7.01% to 9.00%									
		9.01% to 11.00%									
5 years		11.01% to 14.00%									
		More than 14%									
		Zero Coupon LIBOR + 10 bps Others (Specify)									
1-3 years		<= 7.00 %									
		7.01% to 9.00%									
		9.01% to 11.00%									



Instrument	Term	Yield	Face Value	Frequency
Debt Securities	3.5 years	LIBOR + 10 bps Others (Specch) ≤ 7.00 % 7.01% to 9.00% 9.01% to 11.00% 11.01% to 13.00% More than 14% Zero Coupon LIBOR + 10 bps Others (Specch) ≤ 7.00 % 7.01% to 9.00% 9.01% to 11.00%		
		+5 years	LIBOR + 10 bps Others (Specch) ≤ 7.00 % 7.01% to 9.00% 9.01% to 11.00%	
	1.3 years		LIBOR + 10 bps Others (Specch) ≤ 7.00 % 7.01% to 9.00% 9.01% to 11.00%	
		3.5 years	LIBOR + 10 bps Others (Specch) ≤ 7.00 % 7.01% to 9.00% 9.01% to 11.00%	
	+5 years		LIBOR + 10 bps Others (Specch) ≤ 7.00 % 7.01% to 9.00% 9.01% to 11.00%	
		Term Loans	3.5 years	LIBOR + 10 bps Others (Specch) ≤ 7.00 % 7.01% to 9.00% 9.01% to 11.00%
+5 years	LIBOR + 10 bps Others (Specch) ≤ 7.00 % 7.01% to 9.00% 9.01% to 11.00%			603,800,000
	1.3 years		LIBOR + 10 bps Others (Specch) ≤ 7.00 % 7.01% to 9.00% 9.01% to 11.00%	
3.5 years			LIBOR + 10 bps Others (Specch) ≤ 7.00 % 7.01% to 9.00% 9.01% to 11.00%	
	+5 years		LIBOR + 10 bps Others (Specch) ≤ 7.00 % 7.01% to 9.00% 9.01% to 11.00%	
Foreign Currency Debt			1.3 years	Fixed 6.40% EURIBOR + 137 bps EUR 1 + 3.5% Fixed (4.02%) Variable EUR 1 + 3.5% 1st Yr 4.95% rest EUR + 50% 0 to 24 months 3% / Eur 1Y + 3% EUR = 2.5% Fixed 3.15% Eur 1A = 2.84% Fixed 75 bps Euribor + 3.7% ICAPEURO + 1.30% Others (Specch) Euribor + 3.5% Fixed 6.40% EURIBOR + 137 bps EUR 1 + 3.5% Fixed (4.02%) Variable EUR 1 + 3.5% 1st Yr 4.95% rest EUR + 50% 0 to 24 months 3% / Eur 1Y + 3% EUR = 2.5% Fixed 3.15% Eur 1A = 2.84% Fixed 75 bps Euribor + 3.7% ICAPEURO + 1.30% Others (Specch) Euribor + 3.5% Fixed 6.40% EURIBOR + 137 bps EUR 1 + 3.5% Fixed (4.02%) Variable EUR 1 + 3.5% 1st Yr 4.95% rest EUR + 50% 0 to 24 months 3% / Eur 1Y + 3% EUR = 2.5% Fixed 3.15% Eur 1A = 2.84% Fixed 75 bps Euribor + 3.7% ICAPEURO + 1.30% Others (Specch)
	3.5 years	Fixed 6.40% EURIBOR + 137 bps EUR 1 + 3.5% Fixed (4.02%) Variable EUR 1 + 3.5% 1st Yr 4.95% rest EUR + 50% 0 to 24 months 3% / Eur 1Y + 3% EUR = 2.5% Fixed 3.15% Eur 1A = 2.84% Fixed 75 bps Euribor + 3.7% ICAPEURO + 1.30% Others (Specch) Euribor + 3.5% Fixed 6.40% EURIBOR + 137 bps EUR 1 + 3.5% Fixed (4.02%) Variable EUR 1 + 3.5% 1st Yr 4.95% rest EUR + 50% 0 to 24 months 3% / Eur 1Y + 3% EUR = 2.5% Fixed 3.15% Eur 1A = 2.84% Fixed 75 bps Euribor + 3.7% ICAPEURO + 1.30% Others (Specch)		
		+5 years	Fixed 6.40% EURIBOR + 137 bps EUR 1 + 3.5% Fixed (4.02%) Variable EUR 1 + 3.5% 1st Yr 4.95% rest EUR + 50% 0 to 24 months 3% / Eur 1Y + 3% EUR = 2.5% Fixed 3.15% Eur 1A = 2.84% Fixed 75 bps Euribor + 3.7% ICAPEURO + 1.30% Others (Specch) Euribor + 3.5% Fixed 6.40% EURIBOR + 137 bps EUR 1 + 3.5% Fixed (4.02%) Variable EUR 1 + 3.5% 1st Yr 4.95% rest EUR + 50% 0 to 24 months 3% / Eur 1Y + 3% EUR = 2.5% Fixed 3.15% Eur 1A = 2.84% Fixed 75 bps Euribor + 3.7% ICAPEURO + 1.30% Others (Specch)	
	1.3 years		Fixed 6.40% EURIBOR + 137 bps EUR 1 + 3.5% Fixed (4.02%) Variable EUR 1 + 3.5% 1st Yr 4.95% rest EUR + 50% 0 to 24 months 3% / Eur 1Y + 3% EUR = 2.5% Fixed 3.15% Eur 1A = 2.84% Fixed 75 bps Euribor + 3.7% ICAPEURO + 1.30% Others (Specch) Euribor + 3.5% Fixed 6.40% EURIBOR + 137 bps EUR 1 + 3.5% Fixed (4.02%) Variable EUR 1 + 3.5% 1st Yr 4.95% rest EUR + 50% 0 to 24 months 3% / Eur 1Y + 3% EUR = 2.5% Fixed 3.15% Eur 1A = 2.84% Fixed 75 bps Euribor + 3.7% ICAPEURO + 1.30% Others (Specch)	
		3.5 years	Fixed 6.40% EURIBOR + 137 bps EUR 1 + 3.5% Fixed (4.02%) Variable EUR 1 + 3.5% 1st Yr 4.95% rest EUR + 50% 0 to 24 months 3% / Eur 1Y + 3% EUR = 2.5% Fixed 3.15% Eur 1A = 2.84% Fixed 75 bps Euribor + 3.7% ICAPEURO + 1.30% Others (Specch) Euribor + 3.5% Fixed 6.40% EURIBOR + 137 bps EUR 1 + 3.5% Fixed (4.02%) Variable EUR 1 + 3.5% 1st Yr 4.95% rest EUR + 50% 0 to 24 months 3% / Eur 1Y + 3% EUR = 2.5% Fixed 3.15% Eur 1A = 2.84% Fixed 75 bps Euribor + 3.7% ICAPEURO + 1.30% Others (Specch)	
	+5 years		Fixed 6.40% EURIBOR + 137 bps EUR 1 + 3.5% Fixed (4.02%) Variable EUR 1 + 3.5% 1st Yr 4.95% rest EUR + 50% 0 to 24 months 3% / Eur 1Y + 3% EUR = 2.5% Fixed 3.15% Eur 1A = 2.84% Fixed 75 bps Euribor + 3.7% ICAPEURO + 1.30% Others (Specch) Euribor + 3.5% Fixed 6.40% EURIBOR + 137 bps EUR 1 + 3.5% Fixed (4.02%) Variable EUR 1 + 3.5% 1st Yr 4.95% rest EUR + 50% 0 to 24 months 3% / Eur 1Y + 3% EUR = 2.5% Fixed 3.15% Eur 1A = 2.84% Fixed 75 bps Euribor + 3.7% ICAPEURO + 1.30% Others (Specch)	
1.3 years				
3.5 years				
+5 years				
Total				

For S.H. BATHI & ASSOCIATES LLP
Chartered Accountants
302, First Floor, Hitech Park, Hyderabad - 500081

For Shrikanth Shivakumar
302, First Floor, Hitech Park, Hyderabad - 500081

For Group entity
Chartered Accountants

Dr. G. V. Srinivasan
Chartered Accountant
Hyderabad - 500081



12. Disclosure of Derivative Instruments :

(i) Following are the details of outstanding Derivative Contracts

Fair value hedge		March 31, 2018			March 31, 2017		
Particulars	Contracts (Nos.)	Notional Amount of contracts	Fair Value	Contracts (Nos.)	Notional Amount of contracts	Fair Value	
For e.g. Interest Rate Swaps							
Cash flow hedge		March 31, 2018			March 31, 2017		
Particulars	Contracts (Nos.)	Notional Amount of contracts	Fair Value	Contracts (Nos.)	Notional Amount of contracts	Fair Value	
USD*							
Swaps							
Forward Contract							
EURO*							
Swaps							
Forward Contract							
Coupon Swaps							
* Currency wise information needs to be provided							
Other than Fair value hedge		March 31, 2018			March 31, 2017		
Particulars	Contracts (Nos.)	Notional Amount of contracts	Fair Value	Contracts (Nos.)	Notional Amount of contracts	Fair Value	
For e.g. Interest Rate Swaps							

(a) The Movement in Cash Flow Hedges for the year ended March 31, 2018 is as follows:

Particulars	Amount
Opening balance	
Gain / (Loss) recognized during the year	
Amount transferred to statement of profit and loss account under finance charges	
Transfer to Minority	
Closing balance	

(b) The carrying amounts of foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

I Assets	Foreign Currency	Current Year			Previous Year			
		Exchange Rate	Amount in Foreign Currency	Amount in Rs	Exchange Rate	Amount in Foreign Currency	Amount in Rs	Amount in Rs
Receivables (trade and other)								
Other Monetary assets (e.g. ICDS/Loans given in FC)								
Total Receivables (A)								
Hedges by derivative and forward contracts (B)								
Unhedged receivables (C = A - B)								
II Liabilities								
	Foreign Currency	Current Year			Previous Year			
		Exchange Rate	Amount in Foreign Currency	Amount in Rs	Exchange Rate	Amount in Foreign Currency	Amount in Rs	Amount in Rs
Payables (trade and other)								
Borrowings (e.g. ECB and others)								
Total Payables (D)								
Hedges by derivative and forward contracts (E)								
Unhedged Payables (F = D - E)								

in million

III Contingent Liabilities and Commitments	Foreign Currency	Current Year			Previous Year			
		Exchange Rate	Amount in Foreign Currency	Amount in Rs	Exchange Rate	Amount in Foreign Currency	Amount in Rs	Amount in Rs
Contingent Liabilities								
Commitments								
Total (G)								
Hedges by derivative and forward contracts (H)								
Unhedged Payable (I = G - H)								
Total unhedged FCI exposures (J = C + I)								

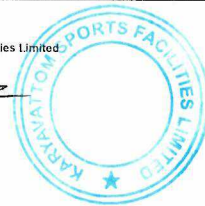
For S.R. BATHI BOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number 101049W/E-300004

Per Shankar Srinivasan
Partner
Membership No 213271



For Karvattom Sports Facilities Limited

CEO / Authorised Signatory



Fair Valuation of Service Concession Arrangement Receivables

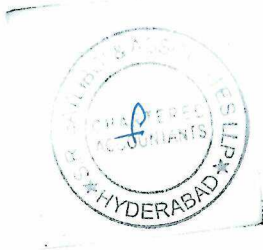
	31-Mar-18
Annuity	3,361,630,000
Less	-
O&M	-
Overlay	-
Net Inflow	3,361,630,000
No of days	365
7.11% 31-Mar-17	0.93
Present Value	3,119,263,246
Present Value	3,119,263,246

Risk free rate Kerala SIDL Rate	7.77%
NI IAI Premium	0.00%
Total	7.77%

In terms of our clearance memorandum attached
 For S.R. BATLIBOI & ASSOCIATES LLP
 Chartered Accountants
 ICAI Firm registration number: 101049WE300004

per Shankar Srinivasan
 Partner
 Membership No: 2132/1

Place : Hyderabad
 Date : 27th April, 2018



For Karyavattom Sports Facilities Limited

 CFO / Authorised signatory

Place: Mumbai
 Date : 27th April, 2018



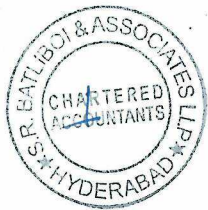
Details of Intercompany difference with reason

Name of Company	Name of Related Party (ICP)	Description of Account (Line item of the Financial Statement)	Transaction / Closing Balance Amount			Reason for Difference
			Accounted by Company	Accounted by Related Party	Difference	

In terms of our clearance memorandum attached
For S.R. BATLIBOI & ASSOCIATES LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004

per Shankar Srinivasan
Partner
Membership No: 213271

Place: Hyderabad
Date: April 27, 2018



For Karyavattom Sports Facilities Limited

CFO/ Authorised signatory

Place: Mumbai
Date: April 27, 2018

Details of ICP Difference on account of Ind AS Adjustments


For ITNL Group Companies

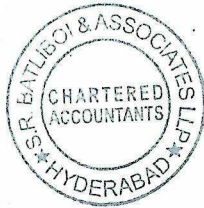
Name of Entity	GI code as per Hyperion CoA	GI name as per Hyperion CoA	Name of ICP (related party)	Debit (Rs.)	Credit (Rs.)	Nature of Transactions

For ILFS Group Companies

Name of Entity	GI code as per Hyperion CoA	GI name as per Hyperion CoA	Name of ICP (related party)	Debit (Rs.)	Credit (Rs.)	Nature of Transactions

In terms of our clearance memorandum attached
 For S.R. BATLIBOI & ASSOCIATES LLP
 Chartered Accountants
 ICAI Firm registration number: 101049W/E300004


 per Shankar Srinivasan
 Partner
 Membership No: 213271



Place : Hyderabad
 Date: 27th April 2018

For Karyavattom Sports Facilities Limited

 CFO / Authorised signatory



Place: Mumbai
 Date: 27th April 2018

Movement of Prepaid / Unamortised Expenses of Inter-Company Balances

Company Name - Amortising Expenses	Corresponding Company - recognising income - Specify Nature of Income	Year	Account Code and Head	Balance as at March 31, 2017	Transfer to Expense (Specify nature of expense)	Transfer to Fixed Assets	Charged to Reserves (Specify reserve)	Addition During the period	Transfer from Non-current to current	FCTR Difference	Balance as on March 31, 2018
Total											

In terms of our clearance memorandum attached
 For S.R. BATLIBOI & ASSOCIATES LLP
 Chartered Accountants
 ICAI Firm registration number: 101049W/E300004

per Shankar Srinivasan
 Partner
 Membership No: 213271

Place : Hyderabad
 Date: 27th April 2018




For Karyavattom Sports Facilities Limited
 CFO / Authorised signatory

Place: Mumbai
 Date: 27th April 2018

Impact as per Ind AS 115

Name of Entity	Line item as per Financials	Impact (Rs.) (ITNL and Subsidiaries)	Impact (Rs.) (Other Entities)

In terms of our clearance memorandum attached
 For S.R. BATLIBOI & ASSOCIATES LLP
 Chartered Accountants
 ICAI Firm registration number: 101049W/E300004

For Karyavattom Sports Facilities Limited

 CFO / Authorised signatory


 per Shankar Srinivasan
 Partner
 Membership No: 213271

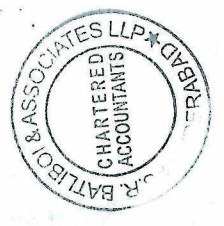


Place : Hyderabad
 Date: April 27, 2018

Place: Mumbai
 Date: April 27, 2018

Movement in borrowings	Opening Balance (as on 31st March 2017)	Acquisitions	Repayments	Assignments	Foreign Exchange movement	EIR Impact	Unamortised Borrowing cost	Closing balance (as on 31st March 2018)
Secured – at amortised cost								
(i) Bonds / debentures								
- from ITNL and Subsidiaries								
- from other related parties								
- from other parties								
(ii) Term loans								
- from banks	2,385,250,005		201,583,311					1,884,666,694
- from financial institutions								
- from ITNL and Subsidiaries								
- from other related parties								
- from other parties								
(iii) Deposits								
(iv) Long term maturities of finance lease obligations								
(v) Other loans								
- Redeemable preference share capital								
- Secured Deferred Payment Liabilities								
Unsecured – at amortised cost								
(i) Bonds / debentures								
- from ITNL and Subsidiaries								
- from other related parties								
- from other parties								
(ii) Term loans								
- from banks								
- from financial institutions								
- from ITNL and Subsidiaries	280,000,000	205,603,396						485,603,396
- from other related parties	603,800,000							603,800,000
- from other parties								
(iii) Deposits								
(iv) Finance lease obligations								
(v) Commercial paper								
Unexpired discount								
(vi) Other loans								
- Redeemable preference share capital								
Sub total (A)	2,970,050,005	205,603,396	201,583,311					2,974,070,090
Secured – at amortised cost								
- Demand loans from banks (do not give movement)								
Unsecured – at amortised cost								
- Demand loans from banks (do not give movement)								
Sub total (B)								
Total Borrowings (A+B)	2,970,050,005							2,974,070,090
Borrowings as per Financials								
Long term Borrowings	2,488,456,711							2,303,633,394
Current maturities of long-term debt	201,593,294							784,833,300
Short term borrowings	280,000,000							485,603,396
Total	2,970,050,005							2,974,070,090
Check - to be zero	0							0

In terms of our clearance memorandum attached
 For S.R. BATLIBOI & ASSOCIATES LLP
 Chartered Accountants
 ICAI Firm registration number: 101049WE300004



per Shankar Srinivasan
 Partner
 Membership No: 213271



For Karyavattom Sports Facilities Limited
 CFO / Authorised signatory

Place : Hyderabad
 Date : April 27, 2018

Place: Mumbai
 Date: April 27, 2018