



NATIONAL COMPANY LAW TRIBUNAL
COURT ROOM NO. 1,
MUMBAI BENCH

Item No. 32

CA 185/2024, CA 187/2024 IN CP/3638(MB)2018

CORAM:

SH. PRABHAT KUMAR JUSTICE VIRENDRASINGH BISHT (Retd.)
HON'BLE MEMBER (TECHNICAL) HON'BLE MEMBER (JUDICIAL)

ORDER SHEET OF THE HEARING ON 28.06.2024

NAME OF THE PARTIES: UNION OF INDIA V/s INFRASTRUCTURE
LEASING AND FINANCIAL SERVICES
LTD. & ORS.

Rule 11 of NCLT, 241- 242 of the Companies Act, 2013

ORDER

CA 185/2024-

1. Adv. Drishti Das for the Applicant is present.
2. Ld. Counsel for the Union of India informs that the confirmation of SFIO is awaited and seeks one-week time.
3. List this matter on **15.07.2024** for further consideration.

CA 187/2024-

1. Adv. Drishti Das for the Applicant is present.
2. In terms of the order dated 01.01.2019 in the matter of Infrastructure Leasing and Financial Services (IL&FS), the revised financial statements of IL&FS Financial Services Limited and IL&FS Transportation Network



Limited for the Financial Year (FY) ending 31.03.2013 to FY 31.03.2018
are sought to be placed on record. The same is taken on record.

3. In view of the aforesaid the **CA 187/2024** is **disposed of** as **allowed**.

Sd/-
PRABHAT KUMAR
MEMBER (TECHNICAL)

Sd/-
JUSTICE VIRENDRASINGH BISHT
MEMBER (JUDICIAL)

/Neeraj/

INDEPENDENT AUDITOR'S REPORT

To the Members of

IL&FS Transportation Networks Limited

Report on the Recast Standalone Ind AS Financial Statements

1. We have been appointed as Statutory Auditors of IL&FS Transportation Networks Limited ('ITNL' or 'the Company') by the Company pursuant to the order of the Hon'ble National Company Law Tribunal (NCLT) dated 9th August 2019 issued under section 130 of Companies Act, 2013('the Act') by NCLT to carry out audit of Recast Standalone Financial Statements as recast by another firm of Chartered Accountants ('Recasting Accountants').

We also draw attention to Note 1.A.2 to 1.A.6 of the recast standalone Ind AS financial statements (hereinafter referred as 'Recast Standalone Ind AS financial statements') which describes in detail the significant developments which have resulted in reopening and recasting of the financial statements.

We have audited the accompanying Recast Standalone Financial Statements of the Company, which comprise the Recast Standalone Balance Sheet as at 31st March 2017, the Recast Standalone Statement of Profit and Loss including Other Comprehensive Income, Recast Standalone Cash Flow Statement and Recast Standalone Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information annexed thereto.

Management's Responsibility for the Recast Standalone Financial Statements

2. As mentioned in Note 1.A.2 to 1.A.8 of the recast standalone financial statements, the management, the newly constituted Board of Directors of IL&FS Transportation Networks Limited appointed pursuant to National Company Law Tribunal (NCLT) order dated 1st October, 2018 and the firm of Chartered Accountant appointed for reopening and recasting the financial statements pursuant to NCLT order dated 9th August 2019, are responsible with respect to preparation of these recast standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgements and estimates that are reasonable and prudent, and the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the recast standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these Recast Standalone Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Recast Standalone financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Recast Standalone financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Recast Standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation and fair presentation of the Recast Standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the recast standalone financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate except as stated in para 4.5 in this Report to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

- 4.1 Note 43 of the Recast Standalone Financial Statements which states that the investigation into the affairs of the Company is being carried out by Serious Fraud Investigation Office (SFIO) and Enforcement Directorate (ED) and the Report for the same is not yet received by the Company.
- 4.2 Note 42 of the Recast Standalone Financial Statements which states that a third-party forensic examination of various matters for the period of April 2013 to September 2018 has been completed for which two Reports has been received by the Company. The Company has considered these Reports and has forwarded the same to the regulatory agencies. In absence of any conclusive quantification made in these two reports, no financial impact has been determined by the Company.
- 4.3 Note 45 of the Recast Standalone Financial Statements indicates the existence of material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.
- 4.4 Note 36 B of the Recast Standalone Financial Statements giving details of a show cause notice issued by Securities and Exchange Board of India (SEBI) on October 20, 2021 and subsequently on September 15, 2022 for alleged violation of certain provisions of the law and the accounting standards for which the Company has filed an appeal for the stay on the notice. The Securities Appellate Tribunal, on appeal filed by the Company, has granted stay via its order dated February 22, 2023, on the effect and operation of the SEBI order till further orders and this matter is listed for admission on April 20, 2023. Also, the compliance with the applicable provisions in respect of SEBI (LODR) regulations arising out of

reopening and recasting of financial statements has not been determined by the Company. Pending final determination by management of the financial and other consequences arising from such non-compliances if any, no adjustments have been made to the Recast Standalone Financial Statements.

- 4.5 Note 50 of the Recast Standalone financial statements mentions that the dividend amount of Rs. 129.20 crores, Rs. 177.55 crores, Rs. 144.65 crores paid for the years 2013-14, 2014-15 and 2015-16 respectively, in view of the losses as per the Recast Standalone Financial statements for these years, is not in compliance with Section 123 of the Act read with Companies (Declaration and Payment of Dividend) Rules, 2014.

Note 50 of the Recast Standalone financial statements also mentions that the dividend amount of Rs. 84.06 crores is declared for the financial year 2016-17 and as per the resolution passed at the Board Meeting dated May 29, 2017, the Board considered and approved the payment of Rs. 84.06 Crore as Interim Dividend for FY 2016-17, out of the profits of the Company for FY 2016-17. The free reserves of the Company as on March 31, 2017, as per recast standalone financial statements is negative. In view of the provisions contained in section 130(2) of the Companies Act, 2013, the recast standalone financial statements shall be final. Accordingly, the above declaration and distribution of dividend for the year 2016-17 is not in compliance with Section 123 of the Companies Act, 2013.

Non receipt of sufficient and appropriate audit evidence in respect of the following:

4.6

4.6.1

No documentary evidence was available for

- a) Expenses amounting to Rs. 11.11 crores in respect of various expenses out of the documents sought by us for the purpose of our audit.
- b) Purchase of Fixed Assets amounting to Rs. 0.68 crores.
- c) The agreements entered with the respective Vendors were not available pertaining to Construction Contract costs amounting to Rs. 276.90 crores out of the Construction Contract Costs of Rs. 2,504.93 crores disclosed in Note 22.
- d) The documents were not available pertaining to Bank Guarantee amounting to Rs. 766.41 crores disclosed in Note 33A.

4.6.2

- a) No response received in respect of Balance confirmation from 12 Banks for 14 accounts with closing balances amounting to Rs. 8.23 crores.
- b) No response received in respect of Balance Confirmation from 8 parties for loans given of Rs.115.55 crores., from 30 parties for receivables (trade receivables, mobilization advances and security deposits) of Rs. 458.29 crores and from 46 parties for payables (trade payables and retention money payable) of Rs. 694.99 crores out of the balance confirmation letters sent by the Company.

4.7

Note 9.2 of the Recast Standalone financial statements, which describes that in view of the reduced profit as disclosed by the Recast Standalone Statement of Profit and Loss, remuneration paid to the erstwhile Managing Director and Executive Director, aggregating to Rs.7.62 crores and Commission paid Rs.0.74 crores to other Directors is in excess of the limits prescribed under Section 197 of the Act by Rs. 4.54 crores and Rs.0.74 crores

respectively. Such excess amount is disclosed as recoverable from these Directors and we are unable to comment on the probability of the recovery of the same.

- 4.8 Note 51.4 of the Recast Standalone Financial Statements which describes that based on the report submitted by an independent agency the management has adjusted the effects of the claims received, reconciled and approved upto 18th March 2022. Subsequent processing of claims and reconciliation by CMA, if any, have not been considered by the Audit Committee and the impact if any arising out of the remaining reconciliation has not been considered in the recast standalone financial statements.
- 4.9 Note 1.A.6 (vi) of the Recast Standalone Financial Statements, which describes that the Recast Standalone Financial Statements of the Company were taken on record and authorized to be issued to the Regional Director, Ministry of Corporate Affairs, Mumbai for onward submission to the Honourable NCLT and any other regulatory authority, as may be required, by the present Board of Directors in its meeting held on March 09, 2023. Arising out of this action, the non-compliance with section 134 of the Companies Act 2013 and other sections of the Companies Act and the consequential impact of the same cannot be ascertained.
- 4.10 We are informed that the Board of Directors of the Company have decided not to issue the Directors Report as stipulated under Section 134 of the Companies Act 2013. The consequential impact of the same due to non-compliance with the relevant provisions of the Companies Act cannot be ascertained.
- 4.11 Note A.1.8 of the Recast Standalone Financial Statements, which describes that the recast financial statements have been prepared on the basis of estimates and assumptions used in the original financial statements which were, as reported in the original standalone financial statements considered as prudent and reasonable or considering estimates and assumptions that were available as on the date of the balance sheet. However, the judgements, estimates and assumptions considered for the preparation of the Recast Standalone Financial Statements have not been stated to be prudent and reasonable so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for the year then ended. The consequential impact of the same due to non-compliance with the relevant Accounting Standards cannot be ascertained.

5. Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph 4, which are not quantifiable, the recast standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs of the Company as at 31st March 2017, and its profit (including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.



6. Emphasis of Matter

- 6.1 We draw attention to Note 1.A.6 and 1.A.7 of the Recast Standalone Financial Statements explaining the roles and responsibility of the Company's management and recasting accountants in respect of preparation of the recast standalone financial statements as defined by the NCLT Order dated August 9, 2019 and the Engagement letter dated October 9, 2019 entered into between the Company's management and the recasting accountants. Our opinion is not qualified in respect of this matter.
- 6.2 We draw attention to note no 14.1 and 14.6 of the Recast Standalone Financial Statements regarding the shortfall in the amount of Debenture Redemption Reserve and Provision for Redemption Premium on Preference Shares respectively as at the year-end due to non-availability of sufficient profits for the year. Our opinion is not qualified in respect of this matter.
- 6.3 We draw attention to note no 4.6 of the Recast Standalone Financial Statements in respect of suspension of toll collection of an associate Company pursuant to the order of the Hon'ble High Court of Allahabad and the matter is pending with Hon'ble Supreme Court of India. Our opinion is not qualified in respect of this matter.
- 6.4 We draw attention to note no 6.2 of the Recast Standalone Financial Statements regarding Interest on trade receivables charged to certain SPVs amounting to ₹ 135.94 crores for delayed payment which is only supported by internal executive decisions for part of the period and not by agreements with such SPVs. Since such SPVs have recognised the amount as expense, no adjustments have been made in recast standalone financial statement. Our opinion is not qualified in respect of this matter.
- 6.5 We draw attention to Note No. 19 of the Recast Standalone Financial Statements regarding the inability of the management to determine the Trade Payables as Micro and Small Enterprises since these recast financial statements have been prepared after a substantial gap from date of the original financial statements. Our opinion is not qualified in respect of this matter.
- 6.6 We draw attention to Note No.44 of the Recast Standalone Financial Statement regarding expenditure of Rs. 8.55 crores towards Performance Related Pay (PRP) to employees (other than Managing Director and Executive Director) which was based on profits as disclosed in the original financial statements. This provision has been retained in the Recast Standalone Financial Statements for the reasons explained in the Note. Our opinion is not qualified in respect of this matter.
- 6.7 We draw attention to Note No. 46 of the Recast Standalone Financial Statement regarding treatment of current tax and deferred tax based on the recast standalone financial statements. The company is in the process of assessing the probability of filing revised return with Income Tax department for such adjustments. Our opinion is not qualified in respect of this matter.

- 6.8 We draw attention to Note No. 48 of recast standalone financial statements, wherein in respect of O&M Contracts relating to two projects, it has been stated that it is not possible to estimate ultimate outcome of the contracts so as to conclude whether such contracts are onerous in nature or no.
Our opinion is not qualified in respect of this matter.
- 6.9 We draw attention to Note No. 49 of recast standalone financial statements, wherein in respect of income relating to Project Development fees and Project Management Fees, it has been stated that documents in support of timing of rendering of such services are not available and cost associated to provide such services are also not separately captured in the books of account and records.
Our opinion is not qualified in respect of this matter.
- 7 Other Matters**
- 7.1 NCLT vide its order dated 9th August 2019 has appointed a firm of Chartered Accountant for reopening and recasting of the financial statements of the Company for the year ended 31st March 2017. The said firm has executed a letter of engagement on October 9, 2019 with the Company specifying the terms of engagement, scope of work of the Recasting Accountants and the responsibilities of the Company (Refer Note 1.A.7). The said firm has prepared the recast standalone financial statements and issued 'Accountant's Compilation Report on Recast Standalone Financial Statements' dated March 09, 2023.
- 7.2 The Company has decided not to provide for Audit fees payable to recast Auditors and Professional fees payable to recast Accountants since the appointment was subsequent to the date of the balance sheet (Refer Note 27.2).
- 8 Report on Other Legal and Regulatory Requirements**
As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in exercise of powers conferred by section 143 (11) of the Companies Act, 2013, and on the basis of such verification of the books and records as considered appropriate and available and according to the information and explanations given to us, we enclose in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the said order.
- 9 As required under provisions of section 143(3) of the Act, except for the matter described in the Basis for Qualified Opinion Paragraph, we report that:
- (a) We have sought and obtained all the information and explanations except as stated in Para 4.5 of this Report to provide a basis for our qualified audit opinion; which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) Except for the possible effects of matters reported in Basis for Qualified Opinion, in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- (c) The Recast Standalone Balance Sheet, Recast Standalone Statement of Profit and Loss and Recast Standalone Cash Flow Statement dealt with by this report are in agreement with the Books of Account.
- (d) Except for the possible effects of matters reported in Basis for Qualified Opinion in our opinion, the Recast Standalone Balance Sheet, Recast Standalone Statement of Profit and

Loss and Recast Standalone Cash Flow Statement dealt with by this report comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Account) Rules, 2014.

(e) The present new board of directors have been appointed by newly constituted Board of Infrastructure Leasing & Financial Services Limited ('IL&FS') pursuant to NCLT order dated 9th October, 2018 and therefore the compliance in respect of provisions of section 164(2) of the Companies Act 2013 has not been commented upon.

(f) We are appointed as the Statutory Auditors of the Company pursuant to the order of the Hon'ble National Company Law Tribunal (NCLT) dated 9th August 2019 to carry out audit of Recast Standalone Financial Statements and therefore we have not commented on the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls as it existed at the time of preparation of original financial statements.

(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 the information and according to the explanation given to us:

- i) The company has disclosed the impact of pending litigations on its financial position in its recast standalone financial statements (Refer Note 33 to the recast standalone financial statements)
- ii) The Company did not have any long-term contract for which there was any material foreseeable losses and therefore is not required to make any provision, as required under the applicable law or accounting standards.
- iii) There was no amount which was required to be transferred to the Investor Education and Protection Fund by the company.

For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No. 106655W



(S. M. Chitale)
Partner
M. No. 111383

UDIN : 23111383BGTWEL2660

Place : Mumbai
Date : 09/03/2023

**Annexure to the Independent Auditor's Report
(referred to in paragraph 8 of our Audit Report of even date)**

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situations of fixed assets.
- (b) According to information and explanations given to us including the records produced before us, fixed assets of the Company were physically verified during the year. However, the physical verification report does not contain any details about, location at which the assets were verified, date of verification, the person who has verified the same and the specific quantities verified. Hence, we are unable to comment whether there are any material discrepancies noticed and the resulting adjustment in the books of accounts. As informed, during the year no material discrepancies to the extent reconciled with the records available in this respect were noticed on such verifications.
- (c) According to information and explanations given to us, the title deeds of immovable properties are in the name of the Company.
- (ii) According to information and explanations given to us including the records produced before us the inventory has been physically verified by the management at intervals as defined by the management. As informed to us, there were no discrepancies noticed on verification as compared to the records available in this respect of books of accounts.
- (iii) In respect of loans, secured or unsecured, granted by the Company to companies, firms or other parties covered in the register required to be maintained under Section 189 of the Companies Act, 2013, according to the information and explanations given to us, the Company has given unsecured loan/advance to seven parties covered in the Register maintained under Section 189 of the Companies Act, 2013:
- (a) Pending the outcome of the investigations stated in Note 43 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third-party forensic examination submitted by the Company to the regulatory agencies as stated in Note 42, we are unable to comment whether the terms and conditions of the loans are prima facie prejudicial to the interest of the Company
- (b) The company has been generally receiving the principal and interest on time, except in two cases of outstanding overdue interest amount of Rs. 2.89 crores.
- (c) In respect of outstanding overdue interest as at March 31, 2017 aggregating to Rs. 2.89 crores pertaining to two parties, we are unable to comment whether the Management has taken reasonable steps for recovery of the interest amount.
- (iv) Pending the outcome of the investigations stated in Note 43 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third-party forensic examination submitted by the Company to the regulatory agencies as stated in Note 42, we are unable to comment whether Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of loans given, Investments made, guarantees given.

- (v) According to the information and explanation given to us, the Company has not accepted any deposits during the year from the public within the meaning of the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under and hence the provisions of clause 3(v) of the Order are not applicable.
- (vi) The Company is required to maintain cost records as prescribed by the Central Government under section 148(1) of the Companies Act, 2013. We have broadly reviewed the cost records maintained by the Company pursuant to the rules made by the Central Government for the maintenance of the cost records under section 148(1) of the Companies Act, 2013 and are of the opinion that prima facie, the prescribed records have been maintained. We have, however, not made a detailed examination of the said records.
- (vii) a) According to the information and explanations given to us, the Company is generally regular in depositing with appropriate regulatory authorities undisputed statutory dues including provident fund, Employees State Insurance, Income tax, Sales tax, Service Tax, Custom Duty, Value added tax, Cess. However, there were no amounts which were due for more than six months from the date they become payable.
- b) According to the records examined by us and as per the information and explanations given to us, the particulars of statutory dues as at March 31, 2017 which have not been deposited on account of disputes and the forum where the dispute is pending is as under:

Name of the Statute	Nature of Dues	Disputed Amount (Rs. in crore)	Period to which it pertains (Financial year)	Forum where pending
Income Tax Act, 1961	Income Tax	1.26	2008-09	ITAT – Mumbai
Income Tax Act, 1961	Income Tax	8.89	2009-10, 2011-12 and 2012-13	CIT (Appeals) – Mumbai
Finance Act, 1994	Service Tax	1.20	2012-13	Commissioner of Service Tax
Madhya Pradesh VAT Act	Value Added Tax	0.68	2013-14	Commercial Tax Appellate Board, MP
Madhya Pradesh VAT Act	Value Added Tax	1.42	2014-15	Addl. Commissioner of Commercial Tax, MP
Madhya Pradesh VAT Act	Value Added Tax	0.09	2015-16	Deputy Commissioner of Commercial Tax, MP
Punjab VAT Act	Value Added Tax	0.37	2014-15	Dy. Commissioner of Excise and Taxation (A)
Punjab VAT Act	Value Added Tax	0.43	2015-16	Dy. Commissioner of Excise and Taxation (A)
Rajasthan VAT Act	Value Added Tax	0.08	2012-13	Dy. Commissioner Appeals, Commercial Tax Department, Jaipur
West Bengal VAT Act	Value Added Tax	0.59	2014-15	Senior Joint Commissioner of Sales Tax Appeal

- (viii) According to the information and explanations given to us, the Company has not defaulted in repayment of dues to financial institution or bank or debenture holders.
- (ix) According to the information and explanations given to us, the Company has not raised any money by way of initial public offer, further public offer (including debt instruments) during the year. Pending the outcome of the investigations stated in Note 43 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third-party forensic examination submitted by the Company to the regulatory agencies as stated in Note 42 we are unable to comment whether the monies raised by term loans were applied for the purpose for which they were raised.

However, based on the information and explanation given to us and review of the books of accounts, the term loan taken from one Non-Banking Financial Company amounting to Rs.300.00 crores does not contain the purpose of utilization. Hence, we cannot comment whether this amount was utilized for the purpose for which it was raised.

- (x) As a consequence of the various matters resulting in the change in operational status of the Company, as more fully described in Note 1.A.2 to Note 1.A.6 to the recast standalone financial statements, and having regard to and pending the outcome of the investigations stated in Note 43 to the recast standalone financial statements and pending outcome arising out of Reports of third party forensic examination submitted by the Company to the regulatory agencies as stated in note 42, based upon the audit procedures performed by us and according to the information and explanations given by the management, we are unable to report or comment on whether there was any fraud noticed on or by the Company during the year and on the nature of fraud and the amount involved.
- (xi) According to the information and explanations given to us and based on our examination of the records, the Company has paid / provided for managerial remuneration to the erstwhile Managing Director and Executive Director, aggregating to Rs.7.62 crores. and Commission paid Rs. 0.74 crores to other Directors in excess of the limits prescribed under Section 197 of the Act by Rs. 4.54 crores and Rs.0.74 crores respectively. Such excess amount is disclosed as recoverable from these Directors and we are unable to comment on the probability of the recovery of the same.
- (xii) According to the information and explanation given to us, the Company is not a Nidhi Company. Accordingly, provision of clause 3 (xii) of the order is not applicable.
- (xiii) Pending the outcome of the investigations stated in Note 43 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third party forensic examination submitted by the Company to the regulatory agencies as stated on Note 42, we are unable to comment whether all the transactions with the related parties are in compliance with Section 177 and 188 of the Act where applicable. The details of the related party transactions to the extent noticed, have been disclosed in the recast standalone financial statements as required by the applicable accounting standard.
- (xiv) According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not made preferential allotment or private placement of shares or fully or partly convertible debentures during the year, therefore provisions of Clause 3(xiv) are not applicable.

**MUKUND
M. CHITALE
& CO.**

**CHARTERED
ACCOUNTANTS**

- (xv) Pending the outcome of the investigations stated in Note 43 to the accompanying recast standalone financial statements and pending outcome arising out of Reports of third party forensic examination submitted by the Company to the regulatory agencies as stated in Note 42, we are unable to comment whether the company has entered into any non-cash transactions with directors or persons connected with him and whether the provisions of section 192 of Companies Act, 2013 have been complied with.
- (xvi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company is not required to be registered under Section 45 IA of the Reserve Bank of India Act, 1934. Accordingly, provisions of Clause 3 (xvi) of the Order are not applicable to the Company.

For Mukund M. Chitale & Co,
Chartered Accountant
Firm Reg.No. 106655W



(S.M.Chitale)
Partner
M. No. 111383

UDIN : 23111383BGTWEL2660

Place : Mumbai
Date : 09/03/2023

G. M. KAPADIA & CO.
(REGISTERED)

CHARTERED ACCOUNTANTS

1007, RAHEJA CHAMBERS, 213, NARIMAN POINT, MUMBAI 400 021. INDIA

PHONE : (91-22) 6611 6611 FAX : (91-22) 6611 6600

**ACCOUNTANT'S COMPILATION REPORT ON RECAST FINANCIAL
STATEMENTS**

To,

The Honourable Members,
The National Company Law Tribunal

And

The Members,
The Audit Committee
IL&FS Transportation Networks Limited

And

The Members,
The Board of Directors
IL&FS Transportation Networks Limited

Re: IL&FS Transportation Networks Limited – Financial Year 2016-17

We have compiled the accompanying recast financial statements of IL&FS Transportation Networks Limited ('the Company') for the financial year 2016-17 pursuant to the Order of the Honourable National Company Law Tribunal ('the NCLT') dated January 1, 2019 ordering the re-opening of books of account and re-casting of financial statements of the Company for a period of five years commencing from the financial year 2013-14 and based on information and explanation provided by the management of the Company. These recast financial statements comprise the Standalone Balance Sheet of the Company as at March 31, 2017, the Standalone Statement of Profit and Loss including the Standalone Statement of Other Comprehensive Income, Standalone Cash Flow Statement and the Standalone Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information which *inter alia* includes basis adopted for the purposes of preparation and presentation of recast financial statements (collectively referred to as 'recast financial statements').

We performed this engagement in accordance with Standard on Related Services 4410 (Revised), "Compilation Engagement" issued by the Institute of Chartered Accountants of India read with the relevant provisions of the Companies Act, 2013, the aforesaid Order of the NCLT and the terms and conditions contained in our Engagement Letter dated October 9, 2019 executed with the Company. Our appointment for this assignment was approved by the Audit

G. M. KAPADIA & CO.

Committee of the Company in their meeting held on September 4, 2019. We have applied our expertise in accounting and financial reporting in the preparation and presentation of the recast financial statements. The preparation and presentation of the recast financial statements is based on accounting policies adopted by the Company in preparation of original standalone financial statements which are described in note 1B to the recast financial statements.

We have complied with relevant ethical requirements.

The accuracy and completeness of the information furnished to us at our request for the purposes of compilation of the recast financial statements is responsibility of the management of the Company. As per terms contained in our engagement letter, the management of the Company is responsible to provide facts that may affect the financial statements, which the management may become aware of during the period from the date of our appointment to the date of completion of the assignment.

Since our engagement is not an assurance engagement, we do not express an audit opinion or a review conclusion on the recast financial statements. The NCLT has appointed a separate firm of Chartered Accountants to express an audit opinion on the recast financial statements.

For G. M. Kapadia & Co.
Chartered Accountants
Firm Registration No.104767W
ATUL HIRALAL SHAH
SHAH

Digitally signed by ATUL
HIRALAL SHAH
Date: 2023.03.09 22:11:47
+05'30'

Atul Shah
Partner

Membership No. 039569
UDIN: 23039569BGUQCP3116

Place: Mumbai
Dated this 09th day of March, 2023

IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Balance Sheet as at March 31, 2017

Particulars	Notes	₹ in Crore		
		As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
ASSETS				
(1) Non-Current Assets				
(a) Property, Plant and Equipment	2	138.76	35.58	32.71
(b) Capital Work-In-Progress	2	12.03	7.23	-
(c) Investment Property Under Development	3	-	-	-
(d) Intangible Assets	2	1.61	7.12	9.84
(e) Financial Assets				
(i) Investments				
a) Investments in subsidiaries	4	3,388.68	2,973.10	2,760.20
b) Investments in associates	4	69.44	127.87	179.31
c) Investments in joint ventures	4	362.66	362.66	401.55
d) Other investments	4	25.86	22.13	16.53
(ii) Trade Receivables	5	3,846.64	3,485.76	3,357.59
(iii) Loans	5	2,359.11	1,408.47	596.13
(iii) Other Financial Assets	6	409.51	264.68	391.73
(f) Non-Current Tax Assets (net)	8	419.22	295.47	216.40
(g) Other Non-Current Assets	9	520.71	441.35	629.61
Total Non-Current Assets		7,707.59	5,945.66	5,234.01
(2) Current Assets				
(a) Inventories	10	22.59	4.79	-
(b) Financial Assets				
(i) Investments	4	-	32.00	-
(ii) Trade Receivables	11	2,309.36	3,542.47	2,204.83
(iii) Cash and Cash Equivalents	12	160.96	9.95	24.24
(iv) Bank Balances other than (iii) above	12	172.74	173.00	161.88
(v) Loans	5	2,333.12	1,125.73	1,438.03
(vi) Other Financial Assets	6	682.11	623.35	314.55
(c) Other Current Assets	9	270.77	370.87	352.94
Total Current Assets		5,951.65	5,882.16	4,456.47
Total Assets		13,659.24	11,827.82	9,730.48
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share Capital	13	328.96	328.96	246.72
(b) Other Equity	14	(269.32)	(267.22)	(578.14)
Total Equity		59.64	61.74	(331.42)
LIABILITIES				
(1) Non-Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	15	8,559.02	6,444.95	4,734.50
(ii) Other Financial Liabilities (other than those specified in item (b) below)	16	339.77	338.05	255.52
(b) Provisions	17	2.70	3.33	1.86
(c) Deferred Tax Liabilities (Net)	7	80.74	63.34	24.61
(d) Other Non-Current Liabilities	18	161.21	177.07	266.30
Total Non-Current Liabilities		9,143.44	7,026.74	5,282.79
(2) Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	15	1,989.73	2,173.15	1,951.41
(ii) Trade Payables other than MSME	19	829.98	916.26	746.27
(iii) Other Financial Liabilities (other than those specified in item (c) below)	16	1,182.70	1,161.55	1,531.48
(b) Other Current Liabilities	18	419.50	453.26	510.57
(c) Provisions	17	34.25	35.12	39.38
Total Current Liabilities		4,456.16	4,739.34	4,779.11
Total Equity and Liabilities		13,659.24	11,827.82	9,730.48

Notes 1 to 52 form part of the recast financial statements.

As per our report of even date
For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No. 106655W

S. M. Chitale
Partner
Membership No. 111383
Mumbai,

As per our compilation report of even date
For G. M. Kapadia & Co.
Chartered Accountants
Firm Registration No. 104767W
ATUL
HIRALAL
SHAH
Atul Shah
Partner
Membership No. 036569
Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA
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Mr. C. S. Rajan
Authorised signatory
DIN - 00126063

Mr. Nand Kishore
Authorised signatory
DIN - 08267502

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Mr. Milind Gandhi
Authorised signatory

Mr. Dilip Bhatia
Authorised signatory

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Mr. Krishna Ghag
Authorised signatory



Mumbai, March 09, 2023

IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Statement of Profit and Loss for the year ended March 31, 2017

₹ in Crore

Particulars	Notes	Year ended March 31, 2017	Year ended March 31, 2016
I Revenue from Operations	20	3,400.65	4,382.27
II Other Income	21	1,011.43	669.46
III Total Income (I+II)		4,412.08	5,051.73
IV Expenses			
Cost of Material Consumed	22	19.16	57.58
Construction Costs	22	2,504.93	3,258.98
Operating Expenses	23	192.47	231.85
Employee Benefits Expense	24	69.87	65.71
Finance Costs	25	1,377.95	1,211.95
Depreciation and Amortisation Expense	26	13.85	9.53
Other Expenses	27	93.59	308.67
Total Expenses (IV)		4,271.82	5,144.27
V Profit / (Loss) Before Tax (III-IV)		140.26	(92.54)
VI Tax Expense			
(1) Current Tax	28	11.47	90.66
(2) Deferred Tax Charge	7	17.39	38.73
Total Tax Expense / (Credit)		28.86	129.39
VII Profit / (Loss) for the Year (V-VI)		111.40	(221.93)
VIII Other Comprehensive Income			
<u>Items that may be reclassified to profit or loss</u>			
Actuarial loss on defined benefit plan		(0.03)	(1.91)
Effective portion of gains and losses on designated portion of hedging instruments in a cash flow hedge		(35.62)	1.78
Total Other Comprehensive Income		(35.65)	(0.13)
IX Total Comprehensive Income for the Year (VII+VIII)		75.75	(222.06)
X Earnings / (Loss) per Equity Share (Face Value ₹ 10 per Share):	35		
(1) Basic (in ₹)		3.39	(7.89)
(2) Diluted (in ₹)		3.39	(7.89)

Notes 1 to 52 form part of the recast financial statements.

As per our report of even date
For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No. 106655W

S. M. Chitale

S. M. Chitale
Partner
Membership No. 111383
Mumbai,

09 MAR 2023



As per our compilation report of even date
For G. M. Kapadia & Co.
Chartered Accountants
Firm Reg. No. 104767W

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Date: 2023.03.09
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Atul Shah
Partner
Membership No. 036569
Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA SHEKHAR RAJAN

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Date: 2023.03.09
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Mr. C. S. Rajan
Authorised signatory
DIN - 00126063

MILIND RAMESH GANDHI

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Mr. Milind Gandhi
Authorised signatory

KRISHNA DHOND U GHAG

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Mr. Krishna Ghag
Authorised signatory

Mumbai, March 09, 2023

NAND KISHORE

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Mr. Nand Kishore
Authorised signatory
DIN - 08267502

DILIP LALCHAND BHATIA

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Mr. Dilip Bhatia
Authorised signatory

IL&FS TRANSPORTATION NETWORKS LIMITED

Recast Standalone Cash Flow Statement for the year ended March 31, 2017

₹ in Crore

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) Before Tax	140.26	(92.54)
Adjustments for		
Interest Income	(619.17)	(454.33)
Employee benefits (net)	2.29	3.46
Loss / (Gain) on disposal of property, plant and equipment	0.11	(0.02)
Profit on sale of investments	(287.25)	(141.82)
Profit on sale of Mutual funds	(0.18)	(0.05)
Depreciation and amortisation expense	13.85	9.53
Provision for doubtful loans	-	67.05
Provision for doubtful receivables	26.25	-
(Reversal of Expected Credit Losses) / Expected Credit Losses on financial assets (net)	(93.48)	97.80
Gain arising on financial assets designated as at FVTPL	-	(5.58)
Finance Costs	1,377.95	1,211.02
Dividend Income on non-current investments	(70.98)	(27.35)
Operating profit before Working Capital Changes	489.64	667.17
(Increase) / Decrease in trade receivables	1,022.60	(1,176.12)
Increase in Inventories	(17.80)	(4.79)
Increase in other financial assets & other assets (current and non current)	(141.70)	(288.29)
Increase / (Decrease) in financial liabilities & other liabilities (current and non current)	(188.13)	104.98
Cash generated from / (used in) from Operations	1,164.62	(697.05)
Direct Taxes paid (Net)	(135.22)	(169.73)
Net Cash generated from / (used in) Operating Activities (A)	1,029.40	(866.78)
CASH FLOW FROM INVESTING ACTIVITIES		
Payments for acquiring property, plant and equipment	(20.33)	(11.52)
Payments for acquiring intangible assets	(0.27)	(0.11)
Proceeds from disposal of property, plant and equipment	0.27	0.13
Proceeds from disposal of subsidiary and associate	235.46	65.50
Proceeds from redemption of debentures	32.00	-
Investment in / Purchase of equity shares of subsidiaries	(369.20)	(433.76)
Investment in associates	(4.46)	-
Investment in Mutual funds	(360.00)	(300.00)
Redemption of Mutual funds	360.18	300.05
Long term loans given	(1,246.57)	(886.51)
Long term loans recovered	700.57	59.45
Short term loans recovered / (given) (net)	(2,436.79)	333.01
Interest received	419.37	255.74
Dividend received	65.96	27.35
Net Cash used in Investing Activities (B)	(2,623.81)	(590.67)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of Rights Equity Shares (including securities premium)	-	740.16
Rights issue expenses adjusted in securities premium	-	(6.16)
Proceeds from long term borrowings	4,874.13	4,325.93
Repayment of long term borrowings	(2,963.13)	(3,012.42)
Proceeds from short term borrowings	6,448.96	10,319.37
Repayment of short term borrowings	(5,027.25)	(9,898.26)
Finance Costs paid	(1,382.00)	(1,071.79)
Equity Dividend paid	(65.79)	(98.69)
Tax on Equity Dividend paid	(9.29)	(20.09)
Preference Dividend paid	(78.86)	(78.86)
Tax on Preference Dividend paid	(12.89)	(16.05)
Fixed deposits matured / (placed) as security against borrowings	(28.25)	131.96
Net Cash generated from Financing Activities (C)	1,755.63	1,315.10
Net Increase / (decrease) in Cash and Cash Equivalents (A+B+C)	161.22	(142.35)



IL&FS TRANSPORTATION NETWORKS LIMITED

Recast Standalone Cash Flow Statement for the year ended March 31, 2017

Cash and Cash Equivalents at the beginning of the year	(142.01)	0.34
Cash and Cash Equivalents at the end of the year	19.21	(142.01)
Net increase / (decrease) In Cash and Cash Equivalents	161.22	(142.35)
Components of Cash and Cash Equivalents		
Balances with Banks		
On current accounts	156.86	5.71
On deposit accounts#	4.09	4.24
Cash on hand	0.01	0.00
	160.96	9.95
Less – Secured Demand loans from banks (Cash credit)(shown under current borrowings in note 15)	(132.35)	(136.70)
Less – Unsecured Demand loans from banks (Bank overdraft) (shown under current borrowings in note 15)	(9.39)	(15.26)
Cash and cash equivalents for statement of cash flows	19.22	(142.01)

The impact of non-cash transactions have not been given in the above cash flow statement details of which are given in note 12.3.

Notes 1 to 52 form part of the recast financial statements.

As per our report of even date
For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No. 106655W



(S. M. Chitale)
Partner
Membership No. 111383
Mumbai,

09 MAR 2023



As per our compilation report of even date
For G. M. Kapadia & Co.
Chartered Accountants
Firm Reg. No. 104767W

ATUL
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Digitally signed by ATUL HIRALAL SHAH
Date: 2023.03.09
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Atul Shah
Partner
Membership No. 036569
Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA
SHEKHAR
RAJAN

Digitally signed by CHANDRA SHEKHAR RAJAN
Date: 2023.03.09
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Mr. C. S. Rajan
Authorised signatory
DIN - 00126063

MILIND
RAMESH
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Mr. Milind Gandhi
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KRISHNA
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Mr. Krishna Ghag
Authorised signatory

Mumbai, March 09, 2023

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Mr. Nand Kishore
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Mr. Dilip Bhatia
Authorised signatory

IL&FS TRANSPORTATION NETWORKS LIMITED
Recast Standalone Statement of Changes in Equity for the year ended March 31, 2017

₹ In Crore			
a. Equity share capital	Year Ended March 31, 2017	Year Ended March 31, 2016	As at April 1, 2015
Balance as at the beginning of the year	328.96	246.72	194.27
Changes in equity share capital during the year - Share capital issued	-	82.24	52.45
Balance as at end of the year	328.96	328.96	246.72

b. Other equity	Reserves and surplus					Items of other comprehensive Income		Total
	Debtore Redemption Reserve	Securities premium account	General reserve	Retained earnings	Total	Defined benefit plan adjustment	Cash Flow Hedge Reserve	
Balance as at April 1, 2016	46.13	2,147.79	123.90	(2,579.43)	(261.60)	(1.91)	(3.71)	(267.22)
Profit for the year	-	-	-	111.40	111.40	-	-	111.40
Other comprehensive loss	-	-	-	-	-	(0.03)	(35.62)	(35.65)
Transfer to balance in Retained earnings	-	-	-	-	-	-	-	-
Dividend and Dividend Tax paid	-	-	-	(75.03)	(75.03)	-	-	(75.03)
Debtore issue costs	-	(2.82)	-	-	(2.82)	-	-	(2.82)
Balance as at March 31, 2017	46.13	2,144.97	123.90	(2,543.05)	(228.05)	(1.94)	(39.33)	(269.32)

b. Other equity	Reserves and surplus					Items of other comprehensive Income		Total
	Debtore Redemption Reserve	Securities premium reserve	General reserve	Retained earnings	Total	Defined benefit plan adjustment	Cash Flow Hedge Reserve	
Balance as at April 1, 2015	46.14	1,496.03	123.90	(2,238.72)	(572.65)	-	(5.49)	(578.14)
Loss for the year	-	-	-	(221.93)	(221.93)	-	-	(221.93)
Other comprehensive income	-	-	-	-	-	(1.91)	1.78	(0.13)
Transfer to balance in Retained earnings	0.00	-	-	(0.00)	-	-	-	-
Payment of dividends	-	-	-	(118.78)	(118.78)	-	-	(118.78)
Securities Premium Received	-	657.92	-	-	657.92	-	-	657.92
Share issue costs	-	(6.16)	-	-	(6.16)	-	-	(6.16)
Balance as at March 31, 2016	46.13	2,147.79	123.90	(2,579.43)	(261.60)	(1.91)	(3.71)	(267.22)

Notes 1 to 52 form part of the recast financial statements.

As per our report of even date
For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No. 106655W

(S. M. Chitale)
Partner
Membership No. 111383
Mumbai,

As per our compilation report of even date
For G. M. Kapadia & Co.
Chartered Accountants
Firm Reg. No. 104767W
ATUL
HIRALAL
SHAH
Atul Shah
Partner
Membership No. 036569
Mumbai, March 09, 2023

For and on behalf of the Board
CHANDRA SHEKHAR RAJAN
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Date: 2023.03.09 20:34:33 +05'30'
Mr. C. S. Rajan
Authorised signatory
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Mr. Krishna Ghag
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Mr. Nand Kishore
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Mr. Dilip Bhatia
Authorised signatory

Mumbai, March 09, 2023

09 MAR 2023



IL&FS Transportation Networks Limited

Notes forming part of the Recast Standalone financial statements for the year ended March 31, 2017

Note 1: General Information & Significant Accounting Policies

A. General information

A.1 IL&FS Transportation Networks Limited the Company is a public limited company incorporated in India. Its parent and ultimate holding company is Infrastructure Leasing & Financial Services Limited ("IL&FS").

The addresses of its registered office and principal place of business are The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051. ITNL is a developer, operator and facilitator of surface transportation infrastructure projects, taking projects from conceptualization through commissioning to operations and maintenance under public to private partnership on build-operate transfer ("BOT") basis in India.

Significant developments at the Company, IL&FS and various group companies ('the IL&FS Group'):

A.2 The Company reported defaults on its borrowing obligations during the financial year 2018-19. Further, the credit rating of the Company and its holding company was downgraded to 'D' (lowest grade) in September 2018.

Pursuant to a report filed by the Registrar of Companies, Mumbai ("ROC") under Section 208 of the Companies Act, 2013, the Government of India vide their Order dated September 30, 2018, directed that the affairs of the holding company and its specified subsidiaries including the Company be investigated by the Serious Fraud Investigation Office ("SFIO"). SFIO accordingly commenced investigation of affairs of the said companies. SFIO has not given any report on the Company so far.

A.3 The Union of India ("UoI") on October 1, 2018 filed a petition with the National Company Law Tribunal ("NCLT") seeking an order under section 242(2) and section 246 read with section 339 of the Companies Act, 2013 on the basis of the interim reports of the ROC and on the following grounds:

- I. The precarious and critical financial condition of the IL&FS Group and their inability to service their debt obligations had rattled the money market;
- II. On a careful consideration of the Union of India, it was of the opinion that affairs of the IL&FS Group were conducted in a manner contrary to the public interest due to its mis-governance; and
- III. The intervention of the Union of India is necessary to prevent the downfall of the IL&FS Group and the financial markets.

UoI felt that the governance and management change is required to bring back the IL&FS Group from financial collapse, which may require, among other things, a change in the Board and management and appointment of a new management. Based on the above petition, the NCLT vide its order dated October 1, 2018 suspended the erstwhile board of the holding company and appointed the New Board of Directors (hereinafter, "New Board") proposed by the UoI.

While appointing the New Board, in its aforesaid order, the NCLT directed that the new directors shall conduct business as per the Memorandum and Articles of Association of the Company and provisions of the Companies Act, 2013.



A.4 Pursuant to the above developments, the New Board of IL&FS also initiated reconstitution of the Board of Directors of the Company as detailed below:

Name	Status
Directors as on September 30, 2018	
Mr. Hari Sankaran	Resigned effective October 1, 2018
Mr. Arun Saha	Resigned effective October 1, 2018
Mr. K Ramchand	Resigned effective October 29, 2018
Mr. Mukund Sapre	Resigned effective November 2, 2018
Ms. Neeru Singh	Resigned as Independent Director effective November 1, 2018
Mr. Deepak Dasgupta	Ceased to be Independent Director on March 31, 2019 upon expiry of their term
Mr. R C Sinha	Ceased to be Independent Director on March 31, 2019 upon expiry of their term
Mr. H P Jamdar	Ceased to be Independent Director on March 31, 2019 upon expiry of their term
Appointment of New Directors post October 1, 2018	
Mr. Vineet Nayar	Appointed as director effective October 25, 2018 and Resigned as director effective November 01, 2020
Mr. C. S. Rajan	Appointed as director effective October 25, 2018
Mr. Nand Kishore	Appointed as director effective November 15, 2018
Mr. Bijay Kumar	Appointed as director effective May 21, 2019 and Resigned as director effective August 07, 2020
Mr. Subrata Kumar Mitra	Appointed as Independent Director effective November 11, 2020
Dr. Jagadip Narayan Singh	Appointed as independent director effective November 11, 2020
Mr. Kaushik Modak	Appointed as director effective January 22, 2021
Mr. Girish Chandra Chaturvedi	Appointed as director effective January 27, 2021 and resigned effective October 1, 2021
Mr. Shekhar Prabhudesai	Appointed as director effective December 01, 2021 and resigned effective November 21, 2022
Dr. Deepak Mohanty	Appointed as Director effective November 22, 2022

A.5 Further applications were made by the UoI and others, to the NCLT and the National Company Law Appellate Tribunal ("NCLAT") on various matters. The NCLAT, on October 15, 2018, ordered a stay until further orders on the following matters:

- (i) The institution or continuation of suits or any other proceedings by any party or person or bank or Company against IL&FS and its group companies in any court of law / tribunal / arbitration panel or arbitration authority
- (ii) Any action by any party or person or bank or company etc. to foreclose, recover, enforce any security interest created over the assets of IL&FS and its group companies including any action under the Securitization and Reconstruction of Financial Assets and Enforcement of Securities Interest Act, 2002.
- (iii) The acceleration, premature, withdrawal, or other withdrawal, invocation of any term loan, corporate loan, bridge loan, commercial paper, debentures, fixed deposits, guarantees, letter of support, commitment or comfort and other financial obligations availed by IL&FS and its group companies whether in respect of the principal or interest or hedge liability or any other amount contained therein.
- (iv) Suspension of temporarily any term loan, corporate loan, bridge loan, commercial paper,



- debentures, fixed deposits, and any financial liability taken by IL&FS and its group companies by any party or person or Bank or Company, etc. as of the date of first default.
- (v) Any and all banks, financial institutions from exercising the right to set off or lien against any amount lying with any creditor against any dues whether principal or interest or otherwise against the balance lying in any the bank account and deposits whether current, savings or otherwise of IL&FS and its group companies

A.6 NCLT Order for Re-opening of books of accounts and Re-casting of Standalone Financial Statements:

- (i) The standalone financial statements for the year ended March 31, 2017 were jointly audited by the then statutory auditors of the Company- M/s Deloitte Haskins & Sells LLP (FRN 117366W) and M/s S R B C & Co. LLP (FRN 324982E) (hereinafter referred to as 'original standalone financial statements'). These original standalone financial statements were approved by the erstwhile Board of Directors of the Company at their meeting held on May 29, 2017 and were adopted by the Shareholders of the Company at the Annual General Meeting held on August 29, 2017.
- (ii) The NCLT, vide order dated January 1, 2019, under the provision of section 130 of the Act allowed the petition filed by UoI for re-opening of the books of accounts and re-casting of the standalone financial statements of Infrastructure Leasing & Finance Services Limited, IL&FS Financial Service Limited and IL&FS Transportation Networks Limited ("the Company") for the financial years from 2013-14 to 2017-18.
- (iii) Further, the NCLT, vide order dated August 9, 2019, appointed an independent firm of Chartered Accountants M/s G. M. Kapadia & Co. ("Recasting Accountants") for re-opening and recasting the financial statements of the Company for the said period and also appointed auditor M/s Mukund M. Chitale & Co. to audit such recast standalone financial statements.
- (iv) In compliance with the NCLT orders dated January 1, 2019 and August 9, 2019, the Company's standalone financial statements for the year ended March 31, 2017 have been re-casted.
- (v) Consequent to aforesaid orders of the NCLT, the Company approached the Recasting Accountants on August 19, 2019 requesting them to send engagement letter while confirming that all necessary information and co-operation will be provided. Subsequently, an engagement letter was executed on October 09, 2019 which inter alia lays down terms of engagement, scope of work of the Recasting Accountants and the responsibilities of the Company.
- (vi) The recast standalone financial statements of the Company were taken on record and authorized to be issued to the Regional Director, Ministry of Corporate Affairs, Mumbai for onward submission to the Honourable NCLT and any other regulatory authority, as may be required, by the present Board of Directors in its meeting held on March 09, 2023.

A.7 Basis for preparation of Financial Statements

The recast standalone financial statements of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended and the relevant provisions of the Act.

Upto the year ended March 31, 2016, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP) as amended. These are Company's first Ind AS financial statements. The date of transition to Ind AS is April 1, 2015. Refer Note D for the details of first-time adoption exemptions availed by the Company. (refer note 37)



For the purpose of preparation of recast standalone financial statements, the scope of work of the Recasting Accountants as per the letter of engagement dated October 9, 2019 interalia includes:

- (i) reviewing whether the Company's standalone financial statements for the period are prepared in all material respects to comply with the relevant accounting standards as applicable and in compliance with the Act and other accounting principles generally accepted in India;
- (ii) reviewing of investigation reports as made available by the management of the Company and addressing the relevant irregularities pointed out in such reports from the perspective of their accounting/ financial reporting impact;
- (iii) testing of the Company's material assets for impairment based on valuation reports, projected cash flows and other underlying assumptions and other justifications provided by the Company's management relevant to the period;
- (iv) presenting preliminary findings regarding any material accounting errors/ omissions/ misstatements identified and agreeing with the Management and other stakeholders for rectification entries to be passed in respect of the same and
- (v) based on all reviews, preparing and presenting re-cast standalone financial statements for the period for the Company's Audit Committee, the Board and the Statutory Auditors and providing explanation relating to any material departures from those accounting standards jointly with the Company so as to ensure that the management's objective of the re-cast standalone financial statements give a true and fair view in accordance with the applicable Financial Reporting Standards and other generally accepted accounting principles in India is achieved.

The Company's responsibilities as per the letter of engagement dated October 9, 2019 interalia includes:

- (i) providing the Recasting Accountants with all information, including books of accounts, vouchers, policies, SOPs, reports and other records/ documentation of the Company, whether kept at the Head Office or elsewhere, that are relevant for carrying out the activities as mentioned under the 'Scope of Work' section of the engagement letter
- (ii) informing the Recasting Accountants of facts that may affect the Company's standalone financial statements, which the Management may become aware of during the period from the date of our appointment to the date of completion of the Assignment.

A.8 Significant judgments, estimates and assumptions for preparation of recast standalone financial statements:

The preparation of recast standalone financial statements requires management of the Company to make estimates and assumptions considered in the reported amounts of assets and liabilities (including Contingent liabilities) as of the date of recast financial statements and the reported income and expenses during the reporting period. The recast financial statements have been prepared on the basis of estimates and assumptions used in the original financial statements which were, as reported in the original standalone financial statements considered as prudent and reasonable or considering estimates and assumptions that were available as on the date of the balance sheet. In case the actual results are different from those estimates, the effect thereof is given in the recast financial statements of the period in which the event materialise. Any change in such estimates is accounted prospectively.

The recast standalone financial statements have been prepared by adopting the Significant Accounting Policies which were adopted in preparation of the original standalone financial



statements. The details of adjustments made to original standalone financial statements are given in note no 51. Such adjustments are in accordance with applicable accounting standards considering the principles of prudence and reasonability.

Accounting Standard on "Contingencies and Events Occurring After the Balance Sheet Date" (AS 4) requires that events, that occur between the balance sheet date and the date on which the financial statements are approved by the board of directors, which provide additional information materially affecting the determination of the amounts relating to conditions existing at the balance sheet date need to be considered for adjustments to values of assets and liabilities as at the balance sheet date or for the purposes of disclosures in the financial statements. Accordingly, subsequent events which have provided additional information or clarity relating to likely outcome of the matters which were existing on the date of the balance sheet have been considered in these recast standalone financial statements.

The NCLT's order dated January 1, 2019 ordering re-opening of the books of accounts and re-casting of the standalone financial statements does not include any specific details with respect to the company to the effect that the relevant years accounts of the company were prepared in a fraudulent manner or the affairs of the company were mismanaged during the relevant period, casting a doubt on the reliability of financial statements. The investigation initiated by SFIO to ascertain the factual details and impact on the state of affairs of the Company due to fraudulent activities, if any, and mismanagement of affairs have not been concluded and accordingly, no adjustments to the recast standalone financial statements on account of the same have been made. The new board has appointed forensic auditors. Regarding status of the forensic audit please refer Note 42.

B. Significant accounting policies

B.1 Statement of compliance

The standalone financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015.

Upto the year ended March 31, 2016, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP) as amended. These are Company's first Ind AS financial statements. The date of transition to Ind AS is April 1, 2015. Refer Note 1.D for the details of first-time adoption exemptions availed by the Company. (refer note 37)

B.2 Basis of preparation and presentation

The financial statements have been prepared on a historical cost basis, except for the following asset and liabilities which have been measured at fair value:

- Derivative financial instruments,
- Certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments),

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset



or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on this basis.

The principal accounting policies are set out below.

B.3 Investments in subsidiaries, associates and joint ventures

Investment in subsidiaries, associates and joint ventures are measured at cost as per Ind AS 27.

If there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the net investment in a subsidiary, associate or a joint venture (a 'loss event') and that loss event (or events) has an impact on the estimated future cash flows from the net investment that can be reliably estimated, then it is necessary to recognize impairment loss with respect to the Company's investment in a subsidiary, associate or a joint venture.

When necessary, the entire carrying amount of the investment (including goodwill) is tested for impairment in accordance with Ind AS 36 Impairment of Assets as a single asset by comparing its recoverable amount (higher of value in use and fair value less costs of disposal) with its carrying amount. Any impairment loss recognized is reduced from the carrying amount of the investment and recognized in the profit or loss. Any reversal of that impairment loss is recognized to the extent that the recoverable amount of the investment subsequently increases but the increase is restricted to the amounts that would arise had no impairment loss been recognized in previous years.

B.4 Fair value measurement

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.



All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

External valuers are involved for valuation of significant assets, such as properties and significant liabilities, such as contingent consideration.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

- Disclosures for valuation methods, significant estimates and assumptions (note 1.C and 30)
Quantitative disclosures of fair value measurement hierarchy (note 30)
- Investment property under development (note 3)
- Financial instruments (including those carried at amortised cost) (note 4,5,6,11,12,15,16,19,30)

B.5 Non-current assets held for sale

Non-current assets and disposal groups are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the asset (or disposal group) is available for immediate sale in its present condition subject only to terms that are usual and customary for sales of such asset and its sale is highly probable. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

Non-current asset or disposal group classified as held for sale are measured at the lower of their carrying amount and fair value and no depreciation is charged after such classification.

B.6 Revenue recognition

B.6.1 Revenue from Advisory, design, engineering and management services

The Company's service offerings include advisory and management services, supervisory services, operation and maintenance services, toll collection services for toll road projects and rendering assistance to applicant for toll road concessions with the bidding process.

Revenue is recognized when it is realized or realizable and earned. Revenue is considered as realized or realizable and earned when it has persuasive evidence of an arrangement, delivery has occurred, the sales price is fixed or determinable and collectability is reasonably assured



Advisory, Design and Engineering fees are billed as services are rendered, however they are due for payment one year from the date of billing. Disclosure with respect to such Trade Receivables has been made considering above policy.

Revenue in respect of arrangements made for rendering services is recognized over the contractual term of the arrangement. In respect of arrangements, which provide for an upfront payment followed by additional payments as certain conditions are met (milestone payments), the amount of revenue recognized is based on the services delivered in the period as stated in the contract. In respect of arrangements where fees for services rendered are success based (contingent fees), revenue is recognized only when the factor(s) on which the contingent fees is based, actually occur and the collectability is reasonably assured Revenue from development projects under fixed - price contracts, where there is no uncertainty as to measurement or collectability of consideration is recognized based on the milestones reached under the contracts.

Interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset. When calculating the effective interest rate, the group estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension) but does not consider the expected credit losses. Interest income is included in other income in the statement of profit and loss.

Dividend, other than attributable to the period prior to acquisition of investment, is recognized as income when the unconditional right to receive the payment is established.

B.6.2 Revenue from construction contracts

The Company recognizes and measures revenue, costs and margin for providing construction services during the period of construction of the infrastructure in accordance with Ind AS 11 'Construction Contracts'.

When the outcome of a construction contract can be estimated reliably and it is probable that it will be profitable, contract revenue and contract costs associated with the construction contract are recognized as revenue and expenses respectively by reference to the percentage of completion of the contract activity at the reporting date. The percentage of completion of a contract is determined considering the proportion that contract costs incurred for work performed up to the reporting date bear to the estimated total contract costs.

For the purposes of recognizing revenue, contract revenue comprises the initial amount of revenue agreed in the contract, the variations in contract work, claims and incentive payments to the extent that it is probable that they will result in revenue and they are capable of being reliably measured.

The percentage of completion method is applied on a cumulative basis in each accounting period to the current estimates of contract revenue and contract costs. The effect of a change in the estimate of contract revenue or contract costs, or the effect of a change in the estimate of the outcome of a contract, is accounted for as a change in accounting estimate and the effect of which are recognized in the Statement of Profit and Loss in the period in which the change is made and in subsequent periods.

When the outcome of a construction contract cannot be estimated reliably, revenue is recognized only to the extent of contract costs incurred of which recovery is probable and the related contract costs are recognized as an expense in the period in which they are incurred.



When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognized as an expense in the Statement of Profit and Loss in the period in which such probability occurs.

Any excess / short revenue recognized in accordance with the stage of completion of the project, in comparison to the amounts billed to the clients in accordance with the milestones completed as per the respective development agreements, is carried forward as "Unearned Revenue" or "Unbilled Revenue" as the case may be

B.7 Leases

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases. For arrangements entered into prior to April 1, 2015 the Company has determined whether the arrangement contain lease on the basis of facts and circumstances existing on the date of transition.

Company as lessee

1. Assets held under finance leases are initially recognized as assets of the Company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.
2. Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognized immediately in profit or loss, unless they are directly attributable to qualifying assets, in which case they are capitalized in accordance with the Company's general policy on borrowing costs (see note B.9). Contingent rentals are recognized as expenses in the periods in which they are incurred.
3. A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.
4. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

Company as lessor

1. Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned



2. Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Company to the lessee. Amounts due from lessees under finance leases are recorded as receivables from the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

B.8 Foreign currencies

The Company's financial statements are presented in INR, which is also the Company's functional currency.

In preparing the financial statements of Company, transactions in currencies other than the Company's functional currency (foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognized in OCI or profit or loss are also recognized in OCI or profit or loss, respectively).

The Company had exercised the option of amortizing / capitalizing the exchange differences arising on long-term foreign currency monetary items as given under Ministry of Corporate Affairs (MCA) Notification No. G.S.R 914(E) dated December 29, 2011.

Exchange differences on monetary items are recognized in profit or loss in the period in which they arise except for:

- exchange differences on foreign currency borrowings relating to assets under construction for future productive use, which are included in the cost of those assets when they are regarded as an adjustment to interest costs on those foreign currency borrowings;
- Exchange differences on transactions entered into in order to hedge certain foreign currency risks (see note B.21 below for hedging accounting policies); these are recognised in OCI until the net investment is disposed of, at which time, the cumulative amount is reclassified to profit or loss.

B.9 Borrowing costs

Borrowing costs are recognised in the period to which they relate, regardless of how the funds have been utilised, except where it relates to the financing of construction of development of assets requiring a substantial period of time to prepare for their intended future use. Interest is capitalised up to the date when the asset is ready for its intended use. The amount of interest capitalised for the period is determined by applying the interest rate applicable to appropriate borrowings outstanding during the period to the average amount of accumulated expenditure for the assets during the period. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.



All other borrowing costs are recognized in statement of profit and loss in the period in which they are incurred.

B.10 Employee benefits

B.10.1 Retirement benefit costs and termination benefits

Payments to defined contribution retirement benefit plans are recognized as an expense when employees have rendered service entitling them to the contributions. The Company has no obligation, other than the contribution payable to the provident fund, superannuation fund

For defined benefit retirement benefit plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Re-measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognized in other comprehensive income in the period in which they occur. Remeasurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to profit or loss. Past service costs are recognised in profit or loss on the earlier of:

The date of the plan amendment or curtailment, and

The date that the Company recognises related restructuring costs

Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset.

Defined benefit costs are categorized as follows:

- service cost (including current service cost, past service cost, as well as gains and losses on curtailments and
- net interest expense or income; and
- re-measurement

The Company presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expense'. Curtailment gains and losses are accounted for as past service costs.

The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds.

The retirement benefit obligation recognized in the balance sheet represents the actual deficit or surplus in the Company's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

A liability for a termination benefit is recognized at the earlier of when the entity can no longer withdraw the offer of the termination benefit and when the entity recognizes any related restructuring costs.

B.10.2 Short-term and other long-term employee benefits

A liability is recognized for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.



Liabilities recognized in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Liabilities recognized in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

B.11 Taxation

B.11.1 Current tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax return with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

B.11.2 Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets (including unused tax credits such as MAT credit and unused tax losses such as carried forward business loss and unabsorbed depreciation) are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.



The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of to recover or settle the carrying amount of its assets and liabilities.

B.12 Property, plant and equipment

Property, plant and equipment acquired by the Company are reported at acquisition cost, with deductions for accumulated depreciation and impairment losses, if any.

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

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

All assets are depreciated on a Straight Line Method (SLM) of Depreciation, over the useful life of assets which are estimated by the management and are in line with Schedule II of the Companies Act, 2013 other than assets specified in para below

Following assets are depreciated over a useful life other than the life prescribed under Schedule II of the Companies Act, 2013 based on internal technical evaluation, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes etc.:

Asset	Useful life based on SLM
Data Processing Equipment (Server & Networking)	4
Mobile Phones and I pad / Tablets	Fully depreciated in the year of purchase
Specialized office equipment's	3
Vehicles	5
Assets provided to employees	3

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets. However, when there is no reasonable certainty that ownership will be obtained by the end of the lease term, assets are depreciated over the shorter of the lease term and their useful lives.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying of the asset and is recognized in profit or loss.

The Company has elected to continue with the carrying value of all of its plant and equipment and intangible assets recognized as of April 1, 2015 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.



B.13 Investment property under development:

Investment property under development is measured at cost, including transaction costs and are stated at cost less accumulated impairment loss, if any.

Though the Company measures investment property using cost based measurement, the fair value of investment property is disclosed in the notes. Fair values are determined based on an annual evaluation performed by an accredited external independent valuer applying a valuation model recommended by the Royal Institute of Chartered Surveyors.

Investment property is derecognised either when it is being disposed of or when it is permanently withdrawn from use and no future economic benefit is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in profit or loss in the period of derecognition.

B.14 Intangible assets

Intangible assets comprise of software and amounts paid for acquisition of commercial rights under an "Operation and Maintenance" agreement for a toll road project and are depreciated as follow:

Asset Type	Useful Life
Licensed Software	Over the licence period
Intellectual Property Rights	5 - 7 years
Commercial Rights acquired under Operations and Maintenance Agreement	The minimum balance period of the concession agreement relating to the corresponding toll road project
General software	4 years

Intangible assets are reported at acquisition cost with deductions for accumulated amortisation and impairment losses, if any. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period.

Acquired intangible assets are reported separately from goodwill if they fulfil the criteria for qualifying as an asset, implying they can be separated or they are based on contractual or other legal rights and that their market value can be established in a reliable manner.

An impairment test of such intangible assets is conducted annually or more often if there is an indication of a decrease in value. The impairment loss, if any, is reported in the Statement of Profit and Loss.

Intangible assets are amortised on a "straight line" basis over their estimated useful lives. The estimated useful life of software is four years. The amount paid for acquisition of the rights under the "Operations and Maintenance" agreement is amortised over the minimum balance period (as at the time of acquisition) of the concession agreement relating to the corresponding toll road project.

B.15 Impairment of Property, plant and equipment and intangible assets

At the end of each reporting period, the Company reviews the carrying amounts of its Property, plant and equipment and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to



estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest Company of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, or whenever there is an indication that the asset may be impaired.

In assessing value in use, the estimated future cash flows are discounted to their present value using appropriate discount rate.

Recoverable amount is the higher of fair value less costs of disposal and value in use.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss.

A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit or loss.

B.16 Inventories

B.16.A. Raw material

Raw materials are valued at cost. Cost of raw material includes purchase price, non-refundable taxes and other costs incurred in bringing the inventories to their present location and condition. Costs of raw material are determined on a first-in- first-out basis.

B.16B. Stores and spares

Inventories are stated at the cost and net realizable value. Net realizable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale. Costs of stores and spares are determined on a first-in- first-out basis.

B.17 Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).



B.17.1 Onerous contracts

Present obligations arising under onerous contracts are recognized and measured as provisions. An onerous contract is considered to exist where the Company has a contract under which the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received from the contract.

B.18 Financial instruments

Financial assets and financial liabilities are recognized when a company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss ("FVTPL") are recognized immediately in the statement of profit and loss.

B.18.1 Financial assets

All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

B.18.2 Classifications of financial assets – debt instruments

Debt instruments that meet the following conditions are subsequently measured at amortized cost (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows;
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

B.18.3 Amortized cost and Effective interest method

The effective interest method is a method of calculating the amortized cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts)



through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognized on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL.

B.18.4 Financial assets at FVTPL

Investments in equity instruments (other than group) are classified as at FVTPL, unless the Company irrevocably elects on initial recognition to present subsequent changes in FVOCI for equity instruments which are not held for trading.

Debt instruments that do not meet the amortized cost or FVOCI criteria are measured at FVTPL. In addition, debt instruments that meet the amortized cost or FVOCI criteria but are designated as at FVTPL are measured at FVTPL.

A debt instrument that meets the amortized cost or FVOCI criteria may be designated as at FVTPL upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities or recognizing the gains and losses on them on different bases. The Company has not designated any debt instrument as at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on re-measurement recognized in profit or loss.

B.18.5 Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments, and are measured at amortised cost
- b) Lease receivables under Ind AS 17
- c) Trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 11 and Ind AS 18
- d) Loan commitments which are not measured as at FVTPL
- e) Financial guarantee contracts which are not measured as at FVTPL

ECL is the difference between all contractual cash flows that are due to the group in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR.

The Company has followed simplified approach for recognition of ECL. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The Company measures the loss allowance on the basis of estimated realization date for receivables and loans by considering the cash flow model of the respective project SPV's which in the view of the management is the most realistic and appropriate way for estimating the realization date of the receivables with respect to the project SPV's. In respect of other than project SPV's, the management has carried out its internal assessment procedures and accordingly the realization date has been estimated. When estimating the cash flows, the Company is



required to consider all contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/expense in the statement of profit and loss.

B.18.6 Reclassification of financial assets

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such changes are evident to external parties. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains / losses (including impairment gains or losses) or interest.

B.18.7 Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

B.18.8 De-recognition of financial assets

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes collateralized borrowing for the proceeds received.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

On de-recognition of a financial asset other than in its entirety (e.g., when the Company retains an option to repurchase part of a transferred asset), the Company allocates the previous carrying amount of the financial asset between the part it continues to recognize under continuing involvement, and the part it no longer recognizes on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognized and the sum of the consideration received for the part no longer recognized and



any cumulative gain or loss allocated to it that had been recognized in other comprehensive income is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset. A cumulative gain or loss that had been recognized in other comprehensive income is allocated between the part that continues to be recognized and the part that is no longer recognized on the basis of the relative fair values of those parts.

B.18.9 Foreign Exchange Gain and Losses

The fair value of financial assets denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of each reporting period.

- For foreign currency denominated financial assets measured at amortised cost and FVTPL, the exchange differences are recognised in profit or loss except for those which are designated as hedging instruments in a hedging relationship.
- Changes in the carrying amount of investments in equity instruments at FVOCI relating to changes in foreign currency rates are recognised in other comprehensive income.

B.18.10 Modification of Cash Flows of financial assets and revision in estimates of Cash flows

When the contractual cash flows of a financial asset are renegotiated or otherwise modified and the renegotiation or modification does not result in the de-recognition of that financial asset in accordance with AS 109, the Company recalculates the gross carrying amount of the financial asset and recognizes a modification gain or loss in profit or loss. The gross carrying amount of the financial asset is recalculated as the present value of the renegotiated or modified contractual cash flows that are discounted at the financial asset's original effective interest rate. Any costs or fees incurred are adjusted to the carrying amount of the modified financial asset and are amortized over the remaining term of the modified financial asset.

If the Company revises its estimates of payments or receipts (excluding modifications and changes in estimates of expected credit losses), it adjusts the gross carrying amount of the financial asset or amortized cost of a financial liability to reflect actual and revised estimated contractual cash flows. The Company recalculates the gross carrying amount of the financial asset or amortized cost of the financial liability as the present value of the estimated future contractual cash flows that are discounted at the financial instrument's original effective interest rate. The adjustment is recognized in profit or loss as income or expense.

B.19 Financial liabilities and equity instruments-

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

B.19.1 Classifications as debt or equity

Debt and equity instruments issued by a Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.



B.19.2 Compound instruments

The components of compound instruments are classified separately as financial liabilities and equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument. A conversion option that will be settled by issue of fixed number of the Company's own equity instruments in exchange of a fixed amount of cash or another financial asset is an equity instrument.

At the date of issue, the fair value of the liability component is estimated using the prevailing market interest rate for similar non-convertible instruments. This amount is recognized as a liability on an amortized cost basis using the effective interest method until extinguished upon conversion or at the instrument's maturity date.

The conversion option classified as equity is determined by deducting the amount of the liability component from the fair value of the compound instrument as a whole. This is recognized and included in equity, net of income tax effects, and is not subsequently remeasured. In addition, the conversion option classified as equity will remain in equity until the conversion option is exercised, in which case, the balance recognized in equity will be transferred to other component of equity. When the conversion option remains unexercised at the maturity date of the convertible note, the balance recognized in equity will be transferred to retained earnings. No gain or loss is recognized in profit or loss upon conversion or expiration of the conversion option.

Transaction costs that relate to the issue of the convertible notes are allocated to the liability and equity components in proportion to the allocation of the gross proceeds. Transaction costs relating to the equity component are recognized directly in equity. Transaction costs relating to the liability component are included in the carrying amount of the liability component and are amortized over the lives of the convertible notes using the effective interest method.

B.19.3 Financial liabilities

All financial liabilities are subsequently measured at amortized cost using the effective interest method or at FVTPL. However, financial liabilities that arise when a transfer of a financial asset does not qualify for derecognition or when the continuing involvement approach applies, financial guarantee contracts issued by the Company and commitments issued by the Company to provide a loan at below-market interest rate are measured in accordance with the specific accounting policies set out below.

B.19.3.1 Financial liabilities subsequently measured at amortized cost

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortized cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortized cost are determined based on the effective interest method. Interest expense that is not capitalized as part of costs of an asset is included in the 'Finance costs' line item.

The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.



B.19.3.2 Financial guarantee contracts

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payments when due in accordance with the terms

Financial guarantee contracts issued by the Company are initially measured at their fair values and, if not designated as at FVTPL, are subsequently measured at the higher of:

- the amount of loss allowance determined in accordance with impairment requirements of Ind AS 109; and
- the amount initially recognized less, when appropriate, the cumulative amount of income recognized in accordance with the principles of Ind AS 18.

B.19.3.3 Foreign exchange gains and losses

For financial liabilities that are denominated in a foreign currency and are measured at amortized cost at the end of each reporting period, the foreign exchange gains and losses are determined based on the amortized cost of the instruments and are recognized in 'Other income / Other expenses' in the line-item 'Net foreign exchange gains/(losses)'.

B.19.3.4 Derecognition of financial liabilities

The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in profit or loss.

B.19.3.5 Commitments to provide a loan at a below-market interest rate

Commitments to provide a loan at a below-market interest rate are initially measured at their fair values and, if not designated as at FVTPL, are subsequently measured at the higher of:

- the amount of loss allowance determined in accordance with impairment requirements of Ind AS 109; and
- the amount initially recognised less, when appropriate, the cumulative amount of income recognised in accordance with the principles of Ind AS 18.

B.20 Derivative financial instruments

The Company enters into a variety of derivative financial instruments to manage its exposure to interest rate and foreign exchange rate risks, including foreign exchange forward contracts, interest rate swaps and cross currency swaps. Further details of derivative financial instruments are disclosed in Note 30.

Derivatives are initially recognized at fair value at the date the derivative contracts are entered into and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognized in profit or loss immediately unless the derivative is designated and effective



as a hedging instrument, in which event the timing of the recognition in profit or loss depends on the nature of the hedging relationship and the nature of the hedged item.

B.20.1 Embedded derivatives

Derivatives embedded in non-derivative host contracts that are not financial assets within the scope of Ind AS 109 are treated as separate derivatives when their risks and characteristics are not closely related to those of the host contracts and the host contracts are not measured at FVTPL.

B.21 Hedge accounting

The Company designates certain hedging instruments, which include derivatives, embedded derivatives and non- derivatives in respect of foreign currency risk, as either fair value hedges, cash flow hedges, or hedges of net investments in foreign operations. Hedges of foreign exchange risk on firm commitments are accounted for as cash flow hedges.

At the inception of the hedge relationship, the entity documents the relationship between the hedging instrument and the hedged item, along with its risk management objectives and its strategy for undertaking various hedge transactions. Furthermore, at the inception of the hedge and on an ongoing basis, the Company documents whether the hedging instrument is highly effective in offsetting changes in fair values or cash flows of the hedged item attributable to the hedged risk.

Note 30 sets out details of the fair values of the derivative instruments used for hedging purposes.

B.21.1 Cash flow hedges

The effective portion of changes in the fair value of the designated portion of derivatives that qualify as cash flow hedges is recognized in other comprehensive income and accumulated under the heading of cash flow hedging reserve. The gain or loss relating to the ineffective portion is recognized immediately in profit or loss, and is included in the 'Other gains and losses' line item.

Amounts previously recognized in other comprehensive income and accumulated in equity relating to effective portion as described above are reclassified to profit or loss in the periods when the hedged item affects profit or loss, in the same line as the recognized hedged item. However, when the hedged forecast transaction results in the recognition of a non-financial asset or a non-financial liability, such gains and losses are transferred from equity and included in the initial measurement of the cost of the non-financial asset or non-financial liability.

Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated, or exercised, or when it no longer qualifies for hedge accounting. Any gain or loss recognized in other comprehensive income and accumulated in equity at that time remains in equity and is recognized when the forecast transaction is ultimately recognized in profit or loss. When a forecast transaction is no longer expected to occur, the gain or loss accumulated in equity is recognized immediately in profit or loss.

B.22 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-



term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

C. Critical accounting judgments and key sources of estimation uncertainty

C.1 Critical accounting judgments

The preparation of Financial Statements in conformity with the recognition and measurement principles of Ind AS requires management to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures of contingent liabilities at the date of the Financial Statements and the reported amounts of income and expenses for the periods presented.

In this regard, refer Note A.8

The matters to be disclosed will be dictated by the circumstances of the individual entity, and by the significance of judgments and estimates made to the performance and financial position of the entity. Instead of disclosing this information in a separate note, it may be more appropriate to include such disclosures in the relevant asset.

C.2 Key sources of estimation uncertainty

Key source of estimation of uncertainty at the date of Financial Statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of fair value measurement of financial instruments, receivables, loans and advances, valuation of deferred tax assets, useful life of assets, cash flow models for impairment and ECL.

Key estimations in relation to fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the discounted cash flow model. The inputs to these models and the discount rates are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. Refer Note 30 for further disclosures.

Key estimations in relation to fair value measurement of receivables, loans and interest accrued thereon

The Company has performed valuation for its receivables, loans and interest accrued thereon as to whether there is any ECL. When the fair value of receivables, loans and interest accrued thereon cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the discounted cash flow model. The inputs to these models and the discount rates are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgements include considerations of inputs such as expected earnings in future years, liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of these receivables, loans and interest accrued thereon.

Key estimations in relation to fair value measurement investments

The Company has performed valuation for its investment as to whether there is any impairment in their fair values. When the fair value of investments cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the discounted cash flow model. The inputs to these models and the discount rates are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair



values. Judgements include considerations of inputs such as expected earnings in future years, liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of these investments.

Key estimations in relation to Construction revenue and cost

The Company, being a part of construction industry major components of contract estimate are budgeted costs and revenue to complete the contract. While estimating these components various assumptions are considered by the management such as (i) Work will be executed in the manner expected so that the project is completed timely (ii) consumption norms will remain same (iii) Assets will operate at the same level of productivity as determined (iv) Wastage will not exceed the normal % as determined etc. (v) Estimates for contingencies (vi) There will be no change in design and the geological factors will be same as communicated and (vii) price escalations etc. Due to such complexities involved in the budgeting process, contract estimates are highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Key estimations in relation to Useful lives of Property, plant and equipment & Intangible assets

Useful lives of Property, plant and equipment & Intangible Assets (other than the life prescribed under Schedule II of the Companies Act, 2013) are estimated based on internal technical evaluation, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes. All these evaluations and assessments involve judgements on part of the management.

Key estimations in relation to deferred tax assets and MAT credit entitlement

In assessing the realisability of deferred tax assets and MAT credit entitlement the management of the Company estimates whether the Company will earn sufficient taxable profit in future periods. The ultimate realization of deferred tax assets is dependent upon the generation of future taxable income during the periods in which the temporary differences become deductible. The amount of the deferred tax assets and MAT credit entitlement considered realizable could be reduced in the near term, if estimates of future taxable income during the carry forward period are reduced.

D. First-time adoption exemptions

D.1 Overall principles

The Company has prepared the opening balance sheet as per Ind AS as of April 1, 2015 (the transition date) by recognizing all assets and liabilities whose recognition is required by Ind AS, not recognizing items of assets or liabilities which are not permitted by Ind AS, by reclassifying items from previous GAAP to Ind AS as required under Ind AS, and applying Ind AS in measurement of recognized assets and liabilities. However, this principle is subject to the certain exception and certain optional exemptions availed by the Company as detailed below.

D.2 Classification of debt instruments

The Company has determined the classification of debt instruments in terms of whether they meet the amortized cost criteria or the FVOCI criteria based on the facts and circumstances that existed as of the transition date.



D.3 Impairment of financial assets

The Company has applied the impairment requirements of Ind AS 109 retrospectively; however, as permitted by Ind AS 101, it has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date that financial instruments were initially recognized in order to compare it with the credit risk at the transition date. Further, the Company has not undertaken an exhaustive search for information when determining, at the date of transition to Ind ASs, whether there have been significant increases in credit risk since initial recognition, as permitted by Ind AS 101.

D.4 Deemed cost for property, plant and equipment, investment properties, and intangible assets

The Company has elected to continue with the carrying value of all of its plant and equipment, investment properties, and intangible assets recognized as of April 1, 2015 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.

D.5 Investments in Subsidiaries, Joint Ventures and associates

In its separate financial statements, the Company has measured these investments at deemed cost i.e. the previous GAAP carrying amount at the date of transition. However, for the following investments in Subsidiaries, Joint Ventures and Associates, the Company has taken one time fair value option at the transition date:

- 1) Jharkhand Road Projects Implementation Company Limited
- 2) Hazaribagh Ranchi Expressway Limited
- 3) MP Border Check posts Development Company Limited
- 4) Pune Sholapur Road Development Company Limited
- 5) Barwa Adda Expressway Limited
- 6) Charminar Robopark Limited
- 7) Futureage Infrastructure India Limited
- 8) Thiruvananthapuram Road Development Company Limited
- 9) ITNL Road Investment Trust
- 10) Noida Toll Bridge Company Limited

D.6 Foreign Currency Monetary items

The Company had exercised the option of amortizing / capitalizing the exchange differences arising on long-term foreign currency monetary items as given under Ministry of Corporate Affairs (MCA) Notification No. G.S.R 914(E) dated December 29, 2011.

E. Recent accounting pronouncements

i. Standards issued but not yet effective

In March 2017, the Ministry of Corporate Affairs issued the Companies (Indian Accounting Standards) (Amendments) Rules, 2017, notifying amendments to Ind AS 7, 'Statement of cash flows'. These amendments are applicable to the Company from April 1, 2017.

ii. Amendment to Ind AS 7:

The amendment to Ind AS 7 requires the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities, to meet the disclosure requirement.

The Company is evaluating the requirements of the amendment and the effect on the financial statements is being evaluated.



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 2: Property, Plant and Equipment; Intangible assets and Capital Work-in-Progress

Particulars	As at April 1, 2016		Cost / Deemed cost		As at March 31, 2017		As at April 1, 2016		Accumulated Depreciation and Amortisation		Carrying Amount	
	As at April 1, 2016	Additions	Deletions	Deletions	As at March 31, 2017	As at March 31, 2017	As at April 1, 2016	Deletions	As at March 31, 2017	As at March 31, 2017	As at March 31, 2017	As at March 31, 2017
Property, Plant and Equipment	1.31	-	-	-	1.31	0.02	0.02	0.03	0.05	1.26		
Buildings	27.46	105.22	0.07	-	132.61	1.81	1.81	3.57	5.37	127.25		
Plant and Machinery (refer Note 2.1 below)	1.24	3.86	0.06	0.06	5.04	0.25	0.25	0.44	0.64	4.40		
Furniture and Fixtures	6.43	0.84	0.23	0.23	7.04	2.09	2.09	1.71	3.67	3.37		
Vehicles	2.62	1.20	0.45	0.45	3.37	1.10	1.10	1.06	1.82	1.55		
Office Equipments	2.98	0.52	0.55	0.55	2.95	1.26	1.26	1.24	2.07	0.88		
Data Processing Equipments	0.24	-	0.13	0.13	0.11	0.17	0.17	0.02	0.05	0.05		
Leasehold Improvements	42.28	111.64	1.49	1.49	152.43	6.70	6.70	8.07	13.67	138.76		
Total												
Intangible Assets												
Computer Software (Acquired)	6.24	0.27	0.02	-	6.49	2.57	2.57	2.34	4.89	1.60		
Commercial Rights (Acquired) (refer Note 2.2 below)	3.71	-	-	-	3.71	0.26	0.26	3.44	3.70	0.01		
Total	9.95	0.27	0.02	0.02	10.20	2.83	2.83	5.78	8.59	1.61		
Capital Work-in-Progress	7.23	4.80	-	-	12.03	-	-	-	-	12.03		
Grand Total	59.46	116.71	1.51	1.51	174.66	9.53	9.53	13.85	22.26	152.40		

2.1. Additions to Plant and Machinery for the current year, includes Plant and Machinery of ₹ 58 crore given on operating lease for period of 2.5 years at fixed monthly rental which is included in Miscellaneous income under Other Income (refer note 21)

2.2. During the current year, the useful life of Commercial Rights has been restricted to March 31, 2017 as the rights have been extinguished pursuant to amendment to the agreement and hence amortisation of ₹ 3.44 crore is taken in the current year.



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended March 31, 2017
Note 2: Property, Plant and Equipment; Intangible assets and Capital Work-in-Progress

Particulars	As at April 1, 2015		Cost / Deemed cost		As at March 31, 2016		As at April 1, 2015		Accumulated Depreciation and Amortisation		As at March 31, 2016		Carrying Amount	
	As at April 1, 2015	Additions	Deletions	Deletions	As at March 31, 2016	As at April 1, 2015	Depreciation / Amortisation for the year	Deletions	As at March 31, 2016	Carrying Amount As at March 31, 2016	Carrying Amount As at March 31, 2015			
Property, Plant and Equipment														
Buildings	1.31	-	-	-	1.31	-	0.02	-	0.02	1.29	1.31	0.02	1.29	1.31
Plant and Machinery	20.54	6.92	-	-	27.46	-	1.81	-	1.81	25.65	20.54	1.81	25.65	20.54
Furniture and Fixtures	1.02	0.22	-	-	1.24	-	0.25	-	0.25	0.99	1.02	0.25	0.99	1.02
Vehicles	5.11	1.44	0.12	-	6.43	-	2.09	-	2.09	4.34	5.11	2.09	4.34	5.11
Office Equipments	2.07	0.56	0.01	-	2.62	-	1.10	-	1.10	1.52	2.07	1.10	1.52	2.07
Data Processing Equipments	2.42	0.56	-	-	2.98	-	1.26	-	1.26	1.72	2.42	1.26	1.72	2.42
Leasehold Improvements	0.24	-	-	-	0.24	-	0.17	-	0.17	0.07	0.24	0.17	0.07	0.24
Total	32.71	9.70	0.13	0.13	42.28	-	6.70	-	6.70	35.58	32.71	6.70	35.58	32.71
Intangible Assets														
Computer Software (Acquired)	6.13	0.11	-	-	6.24	-	2.57	-	2.57	3.67	6.13	2.57	3.67	6.13
Commercial Rights (Acquired)	3.71	-	-	-	3.71	-	0.26	-	0.26	3.45	3.71	0.26	3.45	3.71
Total	9.84	0.11	-	-	9.95	-	2.83	-	2.83	7.12	9.84	2.83	7.12	9.84
Capital Work-in-Progress	-	7.23	-	-	7.23	-	-	-	-	7.23	-	-	7.23	-
Grand Total	42.55	17.04	0.13	0.13	59.46	-	9.53	-	9.53	49.93	42.55	9.53	49.93	42.55



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 3: Investment property under development

₹ in Crore

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Investment property under development	-	-	-
Total	-	-	-

In the original financial statements, the following disclosures were given pertaining to Investment property under development. In the recast financial statements, this amount has been regrouped as "Consideration paid for acquisition of commercial premises" under Other non-current assets and shown in Note 9. Due to such re-grouping, the carrying value of Investment property under development is Nil.

Disclosure as per original financial statements

a. Investment property consists of 49,555 sq.ft. commercial property in Mumbai. The said property has been offered as a security given to one of the lenders of the Company.

For investment property existing as at April 1, 2015, i.e., its date of transition to Ind AS, the Company has used Indian GAAP carrying value as deemed costs.

The investment property is held under freehold interests.



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 4: Investments

i. Investments in Subsidiaries

Particulars	Face value ₹	₹ in Crore					
		As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
		Quantity	Amount	Quantity	Amount	Quantity	Amount
Unquoted Investments (all fully paid)							
Investments in Equity Instruments (at deemed cost) :							
North Karnataka Expressway Limited (refer Note 4.1)	10	77,20,823	7.72	77,20,823	7.72	77,20,823	7.72
East Hyderabad Expressway Limited (refer Note 4.1)	10	2,16,89,400	15.08	2,16,89,400	15.08	2,16,89,400	15.08
ITNL International Pte. Ltd., Singapore (Face value US\$ 1 each)	Not Applicable	12,66,32,481	494.24	6,63,98,625	81.08	6,08,94,038	43.59
ITNL Road Infrastructure Development Company Limited (refer Note 4.1)	10	14,00,00,000	140.00	14,00,00,000	140.00	14,00,00,000	140.00
Elsamex S.A. (Face value Euro 60.10121 each) (refer Note 4.7)	Not Applicable	-	-	2,60,949	259.37	2,60,949	259.37
Vansh Nimay Infraprojects Limited (refer Note 4.2)	10	1,43,00,000	-	1,43,00,000	-	1,43,00,000	-
IL&FS Rail Limited	10	68,81,74,376	589.81	55,01,39,182	451.77	38,52,85,112	286.92
Hazaribagh Ranchi Expressway Limited	10	13,09,86,900	-	13,09,86,900	-	13,09,86,900	-
Pune Sholapur Road Development Company Limited (refer Note 4.1)	10	16,00,00,000	1.48	16,00,00,000	1.48	16,00,00,000	1.48
West Gujarat Expressway Limited (refer Note 4.1 and 4.4)	10	1,47,99,985	10.05	1,47,99,985	10.05	1,47,99,985	10.05
Moradabad Bareilly Expressway Limited (refer Note 4.1)	10	22,16,60,000	221.66	22,16,60,000	221.66	22,16,60,000	221.66
Jharkhand Road Projects Implementation Company Limited	10	24,24,48,000	-	24,24,48,000	-	24,24,48,000	-
Jharkhand Infrastructure Implementation Company Limited (refer Note 4.1)	10	4,49,99,940	45.00	1,24,50,000	12.45	-	-
Chenani Nashri Tunnelway Limited (refer Note 4.1)	10	37,20,00,000	360.56	37,20,00,000	360.56	37,20,00,000	360.56
MP Border Checkpost Development Company Limited	10	11,02,78,130	-	11,02,78,130	-	11,02,78,130	-
Badarpur Tollway Operations Management Limited	10	49,994	0.05	49,994	0.05	49,994	0.05
Rapid MetroRail Gurgaon Limited (refer Note 4.5)	10	1,82,39,128	18.24	1,82,39,128	18.24	19,33,32,083	106.91
Futureage Infrastructure India Limited	10	30,00,000	-	30,00,000	-	30,00,000	-
Charminar Robopark Limited	10	46,80,000	-	46,80,000	-	46,80,000	-
Karyavattom Sports Facilities Limited (refer Note 4.1)	10	4,31,19,940	43.12	4,31,19,940	43.12	4,31,19,940	43.12
Kiratpur Ner Chowk Expressway Limited (refer Note 4.1)	10	50,08,10,000	500.81	41,59,50,000	415.95	32,07,50,000	320.75
ITNL Offshore Pte. Ltd., Singapore (Face value US\$ 1 each)	Not Applicable	33,70,500	2.61	33,70,500	2.60	33,70,500	2.60
Baleshwar Kharagpur Expressway Limited (refer Note 4.1)	10	17,85,90,000	178.59	17,85,90,000	178.59	17,27,80,000	172.78
Sikar Bikaner Highway Limited (refer Note 4.1)	10	12,40,50,000	124.05	12,40,50,000	124.05	12,40,50,000	124.05
Rapid MetroRail Gurgaon South Limited (refer Note 4.1)	10	23,03,00,000	230.30	15,59,77,500	155.98	8,78,67,500	87.87
ITNL Africa Projects Ltd., Nigeria (Face value Nigerian Naira 1 each)	Not Applicable	25,00,000	-	25,00,000	-	25,00,000	-
Barwa Adda Expressway Limited (refer Note 4.1)	10	10,49,99,940	105.00	8,49,99,940	85.00	8,49,99,940	85.00
Khed Sinnar Expressway Limited (refer Note 4.1)	10	29,41,89,994	294.19	29,41,89,994	294.19	14,99,99,994	150.00
Andhra Pradesh Expressway Limited (refer Note 4.8)	10	-	-	42,93,440	4.29	42,93,440	4.29
GIFT Parking Facilities Limited	10	-	-	49,994	0.05	49,994	0.05
Amravati Chikhli Expressway Limited (refer Note 4.1)	10	1,80,49,994	18.05	1,15,49,994	11.55	-	-
Fagne Songadh Expressway Limited (refer Note 4.1)	10	1,41,49,994	14.15	85,49,994	8.55	-	-
ITNL Offshore Two Pte. Ltd. (Face value US\$ 1 each) (refer Note 4.1)	Not Applicable	50,000	0.31	50,000	0.31	1	0.00
ITNL Offshore Three Pte. Ltd. (Face value US\$ 1 each)	Not Applicable	1	0.00	1	0.00	1	0.00
Srinagar Sonamarg Tunnelway Limited (refer Note 4.1)	10	56,76,068	195.90	56,76,068	190.25	56,76,068	136.19
GRICL Rail Bridge Development Company Limited (refer Note 4.1)	10	42,00,000	4.20	50,000	0.05	-	-
Rajasthan Land Holdings Limited (refer Note 4.1)	10	20,00,000	2.50	20,00,000	2.50	-	-
Covered Warrant - IL&FS (refer footnote 4.3)							
- In favour of Chhattisgarh Highways Road Development Company Limited	10	74,00,000	7.40	74,00,000	7.40	74,00,000	7.40
- In favour of Jharkhand Road Projects Implementation Company Limited	10	1,70,00,000	-	1,70,00,000	-	1,70,00,000	-
Investments in Preference Shares (at amortised cost) :							
West Gujarat Expressway Limited	10	2,00,00,000	10.15	2,00,00,000	9.15	2,00,00,000	8.15
Andhra Pradesh Expressway Limited (refer Note 4.9)	10	-	-	22,00,00,000	93.69	22,00,00,000	84.95
Investments in units (at deemed cost) :							
ITNL Road Investment Trust ("IRIT")	1,000	10,68,955	76.90	10,96,062	79.61	10,96,062	79.61
Total Aggregate Unquoted Investments (A)			3,712.12		3,286.39		2,760.20



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Less : Provision for diminution in the value of Investments (B)						
Investments in Equity Instruments						
IL&FS Rail Limited	68,81,74,376	25.39	55,01,39,182	15.19	-	-
Chenani Nashri Tunnelway Limited	37,20,00,000	262.03	37,20,00,000	262.03	-	-
Badarpur Tollway Operations Management Limited	49,994	0.05	49,994	0.05	-	-
Rapid MetroRail Gurgaon Limited	1,82,39,128	8.13	1,82,39,128	8.13	-	-
GIFT Parking Facilities Limited	-	-	49,994	0.05	-	-
ITNL Offshore Two Pte. Ltd.	50,000	0.31	50,000	0.31	-	-
Srinagar Sonamarg Tunnelway Limited	56,76,068	27.53	56,76,068	27.53	-	-
		323.44		313.29		
Total Investments in Subsidiaries (A) - (B)		3,388.66		2,973.10		2,760.20

ii. Investments in Associates

Particulars	Face value ₹	₹ In Crore					
		As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
		Quantity	Amount	Quantity	Amount	Quantity	Amount
Quoted Investments (all fully paid)							
Investments in Equity Instruments (at deemed cost)							
Noida Toll Bridge Company Limited (refer Note 4.6)	10	4,90,95,007	161.62	4,71,95,007	157.16	4,71,95,007	157.16
Less : Provision for diminution in the value of Investments			106.39		51.44		-
Total Aggregate Quoted Investments (A)			55.23		105.72		157.16
Unquoted Investments (all fully paid)							
Investments in Equity Instruments (at deemed cost)							
Gujarat Road and Infrastructure Company Limited (refer Note 4.1 and 4.10)	10	1,48,73,366	14.19	2,31,87,166	22.13	2,31,87,166	22.13
ITNL Toll Management Services Limited	10	24,500	0.02	24,500	0.02	24,500	0.02
Total Aggregate Unquoted Investments (B)			14.21		22.15		22.15
Total Investments (A) + (B)			69.44		127.87		179.31



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Notes forming part of the recast financial statements for the year ended March 31, 2017

iii. Investments in Joint Ventures

Particulars	Face value ₹	₹ In Crore					
		As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
		Quantity	Amount	Quantity	Amount	Quantity	Amount
Unquoted Investments (all fully paid)							
Investments In Equity Instruments (at deemed cost) (A)							
Covered Warrant - IL&FS (refer Note 4.3)							
- In favour of Road Infrastructure Development Company of Rajasthan Limited	10	16,25,00,000	162.50	16,25,00,000	162.50	16,25,00,000	162.50
- In favour of Jharkhand Accelerated Road Development Company Limited	10	74,00,000	7.40	74,00,000	7.40	74,00,000	7.40
Jorabat Shillong Expressway Limited (refer Note 4.1)	10	4,20,00,000	21.19	4,20,00,000	21.19	4,20,00,000	21.19
NAM Expressway Limited (refer Note 4.1)	10	11,67,54,970	116.75	11,67,54,970	116.75	11,67,54,970	116.75
Thiruvananthapuram Road Development Company Limited	10	1,70,30,000	-	1,70,30,000	-	1,70,30,000	-
Warora Chandrapur Ballarpur Toll Road Limited (refer Note 4.1)	10	6,17,08,500	61.71	6,17,08,500	61.71	6,17,08,500	61.71
Less : Provision for diminution in the value of investments (B)							
Investments In Equity Instruments (at deemed cost)							
Jorabat Shillong Expressway Limited (refer Note 4.1)	10	4,20,00,000	6.89	4,20,00,000	6.89	-	-
Total Investments In Equity Instruments (A) - (B)			362.66		362.66		369.55
Investments in debentures or bonds (at amortised cost)							
Road Infrastructure Development Company of Rajasthan Limited	10	-	-	-	-	3,20,00,000	32.00
Total Aggregate Unquoted Investments			362.66		362.66		401.55



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Notes forming part of the recast financial statements for the year ended March 31, 2017

iv. Other Non Current Investments

Particulars	Face value ₹	₹ in Crore					
		As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
		Quantity	Amount	Quantity	Amount	Quantity	Amount
Unquoted Investments (all fully paid) (at FVTPL)							
Investments in Equity Instruments							
Indian Highways Management Company Limited	10	5,000	0.01				
Investments in Equity Instruments							
Pipavav Railway Corporation Limited	10	1,20,00,000	17.90	1,20,00,000	17.90	1,20,00,000	17.90
Total Aggregate Unquoted Investments (A)			17.91		17.90		17.90
Add / (Less) : Fair valuation of Investment							
Pipavav Railway Corporation Limited (B)			7.95		4.23		(1.37)
Sub-total (B)			7.95		4.23		(1.37)
Total Investments Carrying Value (A) + (B)			25.86		22.13		16.53

v. Current portion of non-current investments

investments in joint ventures:

Particulars	Face value ₹	₹ in Crore					
		As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
		Quantity	Amount	Quantity	Amount	Quantity	Amount
Unquoted Investments (all fully paid)							
Investments in debentures (at amortised cost)							
Road Infrastructure Development Company of Rajasthan Limited	10			3,20,00,000	32.00		
Total					32.00		

vi. Breakup of investments into quoted and unquoted

Particulars	₹ in Crore					
	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Cost / Deemed Cost	Market value	Cost / Deemed Cost	Market value	Cost / Deemed Cost	Market value
Quoted investments	161.62	55.23	157.16	105.72	157.16	157.16
Unquoted investments	3,685.02	NA	3,328.60	NA	3,200.42	NA
Total	3,846.63	55.23	3,485.75	105.72	3,357.59	157.16

vii. Other investments – as per Ind AS 109 classification

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Financial assets carried at fair value through profit or loss (FVTPL)			
Held for trading non-derivative financial assets	25.86	22.13	16.53
Total	25.86	22.13	16.53



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

- 4.1 The Company has given non-disposal undertakings to the lenders and the grantors of the Concession for its investment in infrastructure companies promoted by it with regard to its investments in the equity share capital of these companies as a part of promoter's undertaking to such lenders, equity investors and the grantors of the Concession, the carrying value of which is ₹ 1,752.15 Crore as at March 31, 2017. (₹ 1,590.01 Crore as at March 31, 2016, ₹ 1,522.62 Crore as at April 1, 2015)
- 4.2 The Company has pledged 14,300,000 equity shares aggregating ₹ 14.50 Crore (As at March 31, 2016 - 14,300,000 equity shares aggregating ₹ 14.50 Crore, As at April 1, 2015 - 14,300,000 equity shares aggregating ₹ 14.50 Crore) of Vansh Nimay Infraprojects Limited ("Borrower") with Vistra ITCL (India) Limited (formerly known as IL&FS Trust Company Limited) ("Security Trustee") to secure the dues of the Borrower including without limitation all principal amounts, interest expenses, penalties, costs, fees, etc payable by the Borrower in relation to the facility extended by the Consortium of Financial Institutions and Banks under the Pooled Municipal Debt Obligation Facility ("PMDO").
- 4.3 The Company's investment in "Covered Warrants" aggregating to ₹ 177.30 Crore (As at March 31, 2016 ₹ 177.30 Crore; As at April 1, 2015 ₹ 177.30 Crore) issued by Infrastructure Leasing & Financial Services Limited ("IL&FS") are instruments under which the holder is entitled to a proportionate share of the dividend and the residual interest / economic benefit on the shares of the underlying investments. However, the rights available as equity shareholder are with IL&FS.
- 4.4 The Company's investment in redeemable / optionally convertible cumulative preference shares of West Gujarat Expressway Limited ("WGEL") are convertible, at the option of the Company, into 1 equity share and carry a coupon of 2% per annum upto the conversion, accrued annually in arrears ("Coupon"). An additional coupon consisting of 95% of the balance distributable profits, that may be available with WGEL after it has met all other obligations, would also accrue on the said preference shares ("Additional Coupon").
- 4.5 During the year ended March 31, 2016, the Company has sold its investment of 202,602,955 equity shares held in Rapid MetroRail Gurgaon Limited to Infrastructure Leasing & Financial Services Limited, its holding company. The profit on sale of ₹ 141.82 crore from this transaction is included under Other income in Note 21.
- 4.6 Pursuant to the order of Hon'ble High Court of Allahabad, the collection of toll at Noida Toll Bridge Company Limited has been suspended since October 26, 2016 and the matter is pending with the Hon'ble Supreme Court. Based on the provisions of the Concession agreement (relating to the Compensation and other recourses) supported by legal opinion, the Company is confident that the underlying value of the Intangible and other assets are fully recoverable. Consequently the Company is of the view that it would be appropriate to carry the investment at deemed cost of ₹ 162.33 crore.
- 4.7 During the year ended March 31, 2017, the Company sold 260,949 equity shares (representing the Company's entire shareholding of 77.39%) of Elsamex S.A., Spain, a subsidiary Company to its wholly owned subsidiary in Singapore, against issue of fresh equity shares. The said transaction is done pursuant to the disclosure made by the wholly owned subsidiary company in their International Bond offering document. The profit on sale of ₹ 153.79 crore (including reversal of fair value decrease of ₹ 12.86 crore) from this transaction is included under Other Income in Note 21.
- 4.8 During the year ended March 31, 2017, the Company sold 33,700,060 equity shares of Andhra Pradesh Expressway Limited, a subsidiary Company. The loss on sale of ₹ 1.18 crore from this transaction is included under Other Income in Note 21.
- 4.9 During the year ended March 31, 2017, by order of High Court of Bombay out of total 220,000,000 preference shares of Andhra Pradesh Expressway Limited held by the Company; 83,000,000 preference shares were cancelled and balance 137,000,000 preference shares were converted into 0.0001% interest bearing unsecured loan of ₹ 137 crore; resulting into profit (net) of ₹ 34.13 crores.
- 4.10 During the year ended March 31, 2017, the Company sold 8,313,800 equity shares (representing 15% shareholding) of Gujarat Road and Infrastructure Company Limited. The profit on sale of ₹ 101.85 crore from this transaction is included under Other Income in Note 21.
- 4.11 The Company has formed IL&FS Transportation Investment Trust ("InvIT") and identified 4 SPVs i.e. North Karnataka Expressway Limited, Hazaribagh Ranchi Expressway Limited, Jharkhand Road Projects Implementation Company Limited and Sikar Bikaner Highway Limited which will be transferred to InvIT once the funds are raised by InvIT.
- 4.12 During the year ended March 31, 2013, the Company had paid ₹ 1,000 million in terms of share purchase agreement executed on March 18, 2013 to the party having Concession rights, whereby the Company was to acquire additional stake of 34.5% so as to increase its stake to 49% in equity of a special purpose vehicle ("SPV") formed for construction, operation and maintenance of Z-morh Tunnel including approaches on National Highway no. 1 (Srinagar Sonamarg Gumri Road) in the state of Jammu and Kashmir. Since the amount is paid towards acquisition of shares in SPV formed by SOMA and not towards acquisition of any commercial right the capitalisation in March 2015 and amortisation thereof made in the Original Financial Statements has been reversed and added to the cost of investments on acquisition of such additional stake. In the original financial statements, this amount was classified under Intangible Assets.



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Notes forming part of the recast financial statements for the year ended March 31, 2017

I. Information as required under paragraph 17 (b) of Ind AS 27 for Investments in subsidiaries, joint ventures and associates :

The name of the Investees	Proportion of the ownership interest			The principal place of business	Country of Incorporation
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015		
Investments in subsidiaries					
East Hyderabad Expressway Limited	74.00%	74.00%	74.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
ITNL International Pte. Ltd.	100.00%	100.00%	100.00%	8 Marina Boulevard 05-2 Marina Bay Financial Centre Singapore 018981	Singapore
ITNL Road Infrastructure Development Company Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Elsamex S.A.	0.00%	100.00%	100.00%	San Severo n°18 Madrid, Spain-28042	Spain
Vansh Nimay Infraprojects Limited	90.00%	90.00%	90.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
IL&FS Rail Limited	83.25%	79.89%	73.56%	2nd Floor, Ambience Corporate Towers, Ambience Island, National Highway #8, Gurgaon - 122001	India
Pune Sholapur Road Development Company Limited	90.91%	90.91%	90.91%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
West Gujarat Expressway Limited	74.00%	74.00%	74.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Moradabad Bareilly Expressway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Jharkhand Infrastructure Implementation Company Limited	100.00%	100.00%	100.00%	443 A, Road No. 5, Ashok Nagar, Ranchi - 834002	India
Chenani Nashri Tunnelway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
MP Border Checkpost Development Company Limited	74.00%	74.00%	74.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Badarpur Tollway Operations Management Limited	100.00%	100.00%	100.00%	Toll Plaza, Mayur Vihar Link Road, Delhi - 110092	India
Rapid MetroRail Gurgaon Limited	44.12%	42.46%	82.81%	2nd Floor, Ambience Corporate Towers, Ambience Island, National Highway #8, Gurgaon - 122001	India
Futureage Infrastructure India Limited	58.48%	58.48%	58.48%	3rd Floor, A-1, Crescent Krishna Metropolis, Rukminipuri, A 5 Rao Nagar, Hyderabad - 500062 Telangana	India
Charminar Robopark Limited	89.20%	89.20%	89.20%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Karyavattom Sports Facilities Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Kiratpur Ner Chowk Expressway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
ITNL Offshore Pte. Ltd.	100.00%	100.00%	100.00%	8 Marina Boulevard 05-2 Marina Bay Financial Centre Singapore 018981	Singapore
Baleshwar Kharagpur Expressway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Rapid MetroRail Gurgaon South Limited	89.11%	86.93%	82.81%	2nd Floor, Ambience Corporate Towers, Ambience Island, National Highway #8, Gurgaon - 122001	India
ITNL Africa Projects Ltd.	100.00%	100.00%	100.00%	4th floor, Bank of Industry Bldg, Central Business District, Abuja	Nigeria
Barwa Adda Expressway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Khed Sinnar Expressway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Andhra Pradesh Expressway Limited	0.00%	86.74%	86.74%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
GIFT Parking Facilities Limited	0.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Amravati Chikhli Expressway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Fagne Songadh Expressway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
ITNL Offshore Two Pte. Ltd.	100.00%	100.00%	100.00%	8 Marina Boulevard 05-2 Marina Bay Financial Centre Singapore 018981	Singapore
ITNL Offshore Three Pte. Ltd.	100.00%	100.00%	100.00%	8 Marina Boulevard 05-2 Marina Bay Financial Centre Singapore 018981	Singapore



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Information as required under paragraph 17 (b) of Ind AS 27 for investments in subsidiaries, joint ventures and associates :

Srinagar Sonamarg Tunnelway Limited	49.00%	49.00%	49.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
GRICL Rail Bridge Development Company Limited	100.00%	100.00%	-	301, Shapath-1 Complex, Opp: Rajpath Club, Nr. Madhur Hotel, Sarkhej Highway, Bodakdev, Ahmedabad - 380015	India
Rajasthan Land Holdings Limited	100.00%	100.00%	-	1st Floor, LIC Jeevan Nidhi Building, Ambedkar Circle, Bhawani Singh Road Jaipur 302005	India
North Karnataka Expressway Limited	93.50%	93.50%	93.50%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Sikar Bikaner Highway Limited	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Jharkhand Road Projects Implementation Company Limited	100.00%	100.00%	100.00%	443 A, Road No. 5, Ashok Nagar, Ranchi - 834002	India
Hazaribagh Ranchi Expressway Limited	99.99%	99.99%	99.99%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
ITNL Road Investment Trust	100.00%	100.00%	100.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Chhattisgarh Highways Road Development Company Limited	74.00%	74.00%	74.00%	House No. 705, Sector 2, Avanti Vihar, Telibandha Raipur CT 492006	India
Investments in associates					
Noida Toll Bridge Company Limited (at deemed cost)	26.37%	25.35%	25.35%	DND Flyway Toll Plaza, Noida	India
Gujarat Road and Infrastructure Company Limited	26.81%	41.81%	41.81%	Office of The Secretary, To The Govt of Gujarat, Roads And Building Department, Gandhinagar	India
ITNL Toll Management Services Limited	49.00%	49.00%	49.00%	The Toll Plaza, DND Flyway, Noida - 201301	India
Investments in joint ventures					
Jorabat Shillong Expressway Limited	50.00%	50.00%	50.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
NAM Expressway Limited	50.00%	50.00%	50.00%	6-3-1089/G/10&11, Gumohar Avenue, Rajbhavan Road, Somajiguda, Hyderabad - 500082	India
Thiruvananthapuram Road Development Company Limited	50.00%	50.00%	50.00%	The IL&FS Financial Center, Plot C-22, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051	India
Road Infrastructure Development Company of Rajasthan Limited	50.00%	50.00%	50.00%	1st Floor, LIC Jeevan Nidhi Building, Ambedkar Circle, Bhawani Singh Road Jaipur 302005	India
Jharkhand Accelerated Road Development Company Limited	74.00%	74.00%	74.00%	443 A, Road No. 5, Ashok Nagar, Ranchi - 834002	India
Warora Chandrapur Ballarpur Toll Road Limited	35.00%	35.00%	35.00%	4th Floor Madhu Madhav Tower, Laxmi Bhuvan Square, Dharampeth, Nagpur - 440010	India



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 5: Loans

Particulars	₹ In Crore					
	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Non Current	Current	Non Current	Current	Non Current	Current
Loans to related parties*						
Unsecured, considered good	2,829.00	2,847.47	1,925.70	1,538.88	1,272.40	1,815.86
Unsecured, considered doubtful	-	83.80	-	83.80	-	36.50
Allowance for losses	(549.41)	(620.34)	(601.44)	(552.85)	(678.42)	(472.93)
Sub-total (A)	2,279.59	2,310.93	1,324.26	1,069.83	593.98	1,379.43
Loans to other parties						
Unsecured, considered good	144.09	104.20	99.24	191.51	22.07	197.98
Unsecured, considered doubtful	-	9.21	-	-	-	0
Allowance for losses	(64.57)	(91.22)	(15.03)	(135.61)	(19.92)	(139.38)
Sub-total (B)	79.52	22.19	84.21	55.90	2.15	58.60
Total (A+B)	2,359.11	2,333.12	1,408.47	1,125.73	596.13	1,438.03

*Includes outstanding non-current loans (including interest accrued) to subsidiaries of Rs. 2,729.64 crores for March 31, 2017 and outstanding non-current loans (including interest accrued) to subsidiaries and associates of Rs. 1,734.74 crores and Rs. 129.53 crores respectively for March 31, 2016 includes outstanding current loans (including interest accrued) to subsidiaries and associates of Rs. 2,477.76 crores for March 31, 2017 and outstanding current loans (including interest accrued) to subsidiaries and associates Rs. 1,196.68 crores and Rs. 153.80 crores respectively for March 31, 2016

5.1. Expected credit loss ("ECL") is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at Effective Interest Rate ("EIR").

5.2. The estimated realization date of the loans given (including accrued interest), has been taken by considering the cash flow model of the respective project SPV's which in the view of the management is the most realistic and appropriate way for estimating the realization date of the loans given (including accrued interest), with respect to the project SPV's. In respect of other than project SPV's, the management has carried out its internal assessment procedures and accordingly the realization date has been estimated.

Movement in the expected credit loss:

Particulars	₹ in Crore	
	As at March 31, 2017	As at March 31, 2016
Balance at beginning of the year	1,304.93	1,310.65
Expected credit loss allowance on loans given (Refer Note 27.3)	110.87	85.58
Reversal of Expected credit losses on loans given (Refer Note 27.3)	(90.26)	(91.30)
Balance at end of the year	1,325.54	1,304.93

Note 6: Other financial assets (Unsecured, considered good unless otherwise mentioned)

Particulars	₹ in Crore					
	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Non Current	Current	Non Current	Current	Non Current	Current
Derivative asset	-	-	5.77	-	-	-
Security Deposits to related parties	0.25	-	2.25	-	2.25	-
Security Deposits to others	3.05	8.00	3.32	11.00	3.63	24.93
Retention Money Receivable from related parties (refer note 29)	300.17	-	181.31	-	140.29	-
Balances with Banks in deposit accounts (under lien) (Refer note 6.3)	52.64	-	24.41	-	167.47	-
Advance towards Share Application Money receivable from related parties	0.01	-	0.02	-	15.65	-
Advance towards Share Application Money receivable from others	-	-	-	-	20.00	-
Interest on trade receivables from related parties (Refer note 6.2)	-	135.94	-	-	-	-
Advances recoverable:						
From related parties (Refer note 6.1)	75.00	63.08	75.00	93.13	75.00	80.76
Allowance for expected credit loss	(21.61)	-	(27.40)	-	(32.56)	(5.26)
From related parties considered doubtful	-	40.17	-	49.98	-	3.18
Allowance for doubtful advances	-	(40.17)	-	(49.98)	-	(3.18)
From others	-	50.80	-	37.02	-	28.81
From others considered doubtful	20.00	-	20.00	-	-	-
Allowance for doubtful advances	(20.00)	-	(20.00)	-	-	-
Dividend receivable from related parties	-	0.00	-	-	-	-
Receivable for sale of investment	-	-	-	-	-	65.50
Other receivables	-	25.00	-	-	-	-
Unbilled Revenue from related parties (Note 29)	-	399.29	-	482.20	-	119.81
Total	409.51	682.11	264.68	623.35	391.73	314.55

6.1 'Advance recoverable from related parties of ₹ 75 crores includes ₹ 15 crores assigned by IL&FS in the name of the Company for the advances given by it to the GRICL with all the risk and rewards attached to the said advances. The Company has accepted the proposal given by IL&FS vide letter dated December 15, 2014 and accordingly the Company has accounted the corresponding amount payable to IL&FS under "Other current liabilities".

GRICL has written request letter to the Company vide letter dated March 30, 2015 for allowing it to continue the advance of ₹ 75 crores (Previous year ₹ 75 crores) as Advances towards Capital / Debt until the repayment of the DDB's and NCD's proposed to be repaid in the month July 2018 and thereafter the aforesaid advance may be converted into capital / debt.

The Company has given consent vide letter dated March 31, 2015 to GRICL to continue the classification of the advances towards Capital / debt as requested by GRICL.

6.2 'Interest on trade receivables from related parties amounting to ₹ 135.94 crores has been charged to certain SPVs for delayed payment. Such interest is only supported by internal executive decisions for part of the period and not by agreements with such SPVs. Since such SPVs have recognised the amount as expense, no adjustments have been made in recast standalone financial statement.

6.3 Under banks lien as security against the credit facilities extended to the Company



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 7: Deferred Tax Liabilities (Net)

The following is the analysis of Deferred Tax Asset / (Liabilities) presented in the balance sheet:

₹ in Crore

Particulars	As at March 31, 2017	Movement Recognised In Statement of Profit and Loss	As at March 31, 2016	Movement Recognised In Statement of Profit and Loss	As at April 1, 2015
Property, plant and equipment	6.42	7.52	(1.10)	(0.03)	(1.07)
Unamortised borrowing costs	(88.85)	(24.74)	(64.09)	(13.26)	(50.84)
Allowance for doubtful loans / Expected credit loss on loans	-	-	-	-	-
Allowance for doubtful debts / Expected credit loss on receivables	0.10	-	0.10	-	0.10
Allowance for expected credit loss in other financial assets	-	-	-	-	-
Defined benefit obligation	1.59	(0.16)	1.75	0.13	1.62
Business loss (refer Note 7.1)	-	-	-	-	-
Capital loss (refer Note 7.1)	-	-	-	-	-
Fair valuation and Expected credit loss in investments (net)	-	-	-	-	-
Sub-total	(80.74)	(17.39)	(63.34)	(13.16)	(50.19)
MAT Credit Entitlement (refer Note 7.1)	-	-	-	(25.58)	25.58
Deferred Tax Asset / (Liabilities) (Net)	(80.74)	(17.39)	(63.34)	(38.73)	(24.61)

7.1. In view of what has been stated in note 46 regarding revision of Return of Income and adopting conservative approach in the matter and further in the absence of reasonable certainty of future taxable income, no deferred tax assets relating to provision for doubtful debts, loans and advances as well as MAT Credit Entitlement have been recognised.

Note 8: Non Current Tax Assets (net)

₹ in Crore

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Advance Payment of taxes	1,260.69	980.77	784.77
Provision for tax	(841.47)	(685.30)	(568.37)
Total	419.22	295.47	216.40



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 9: Other assets (Unsecured, considered good unless otherwise mentioned)

Particulars:	₹ In Crore					
	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Non Current	Current	Non Current	Current	Non Current	Current
Capital Advances	-	-	31.56	-	31.56	-
Preconstruction and Mobilisation advances paid to contractors and other advances	319.77	137.39	225.86	272.64	433.04	276.06
Mobilisation advances considered doubtful	-	25.10	-	-	-	-
Allowance for doubtful advances	-	(25.10)	-	-	-	-
Prepaid expenses	-	25.21	0.34	32.55	13.11	32.90
Gratuity Fund (Refer Note 32)	0.86	-	-	-	-	-
Indirect tax balances / Receivable credit	-	0.82	-	-	-	2.06
Recoverable from erstwhile Directors for managerial remuneration paid / accrued (Refer Note 9.2)	29.13	107.35	-	65.68	-	41.92
Recoverable from Holding Company (Refer Note 51.10)	55.65	-	44.44	-	20.08	-
Consideration paid for acquisition of commercial premises (Refer note 9.1)	115.30	-	115.30	-	115.30	-
Total	520.71	270.77	441.35	370.87	629.61	352.94

9.1 During the year ended March 31, 2013, the Company had exercised an option under an Agreement, by virtue of which it was entitled to 49,555 sq. ft. area in a commercial development project in Mumbai in lieu of the outstanding balance of advance given of ₹1,11.85 Crore (including interest accrued of ₹ 12.77 Crore). On exercising of option, the Company disclosed the amount under "Investment Property". The Company has received letter of allotment for the abovementioned area, however, such letter does not specify identification of specific premises that would be allotted to the Company. In addition, such premises / areas were also under construction as on the date of the balance sheet and accordingly, possession of the same was not given to the Company. The Company had paid ₹ 3.46 Crore towards incidental expenses in relation to conversion which was also classified under Investment Property. In view of the above facts, the entire amount has been regrouped as "Consideration paid for acquisition of commercial premises". As stated in Note 3, the Company has given said property as security to one of the lenders. Subsequently the Company has been allotted designated commercial area of 49,555 sq.ft. in the said project vide letter dated May 22, 2015.

9.2 The Company had recognised managerial remuneration to erstwhile Managing Director (MD) / Whole-time Director (WTD) based on their respective appointment terms and also commission to other directors considering the profit as per the original standalone financial statements. However, as per the recast standalone financial statements, there is absence of profits and accordingly, the overall maximum managerial remuneration/ commission payable have been re-computed in terms of provisions of the Companies Act and other related provisions. The relevant details are tabulated hereunder. This working is in line with opinion obtained by the Group from an expert. The Company is yet to make formal claim for recovery of such amount. In the opinion of the management, necessary steps will be taken to recover such amount and accordingly, it has been classified under the head "Recoverable from erstwhile Directors for managerial remuneration paid / accrued".



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

For FY 2016-17

Name	Nature of Payment	₹ In Crore		
		Amount recognised as per original financial statements	Amount as per recast standalone financial statements	Amount Recoverable
Mr. K Ramchand	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	4.65	1.54	3.11
Mr Mukund Sapre	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	2.97	1.54	1.43
Deepak Dasgupta	Commission	0.13	-	0.13
Deepak Satwalekar	Commission	-	-	-
R C Sinha	Commission	0.13	-	0.13
H P Jamdar	Commission	0.13	-	0.13
Neeru Singh	Commission	0.09	-	0.09
Ravi Parthasarathy	Commission	0.07	-	0.07
Hari Sankaran	Commission	0.07	-	0.07
Arun K Saha	Commission	0.07	-	0.07
Pradeep Puri	Commission	0.05	-	0.05
Vibhav Kapoor	Commission	-	-	-
	Total	8.36	3.08	5.28
	Financial year 2015-16 recoverable	8.77	1.44	7.33
	Financial year 2014-15 recoverable	9.54	1.29	8.25
	Financial Year 2013-14 recoverable	9.27	1.00	8.27
	Grand Total			29.13

For FY 2015-16:

Name	Nature of Payment	₹ In Crore		
		Amount recognised as per original financial statements	Amount as per recast standalone financial statements	Amount Recoverable
Mr. K Ramchand	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	15.23	1.96	13.27
Mr Mukund Sapre	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	9.40	1.77	7.62
Deepak Dasgupta	Commission	0.47	-	0.47
Deepak Satwalekar	Commission	0.34	-	0.34
R C Sinha	Commission	0.42	-	0.42
H P Jamdar	Commission	0.34	-	0.34
Neeru Singh	Commission	0.31	-	0.31
Ravi Parthasarathy	Commission	0.25	-	0.25
Hari Sankaran	Commission	0.25	-	0.25
Arun K Saha	Commission	0.24	-	0.24
Pradeep Puri	Commission	0.20	-	0.20
Vibhav Kapoor	Commission	0.13	-	0.13
	Total	27.58	3.73	23.85



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

For 1st April 2015:

Name	Nature of Payment	Amount recognised as per original financial statements	₹ In Crore	
			Amount as per recast standalone financial statements	Amount Recoverable
Mr. K Ramchand	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	10.50	1.24	9.27
Mr Mukund Sapre	Gross Salary, Perquisites, Retirement benefits and Performance Related Pay	6.14	1.05	5.09
Deepak Dasgupta	Commission	0.35	-	0.35
Deepak Satwalekar	Commission	0.25	-	0.25
R C Sinha	Commission	0.30	-	0.30
H P Jamdar	Commission	0.25	-	0.25
Neeru Singh	Commission	0.22	-	0.22
Ravi Parthasarathy	Commission	0.19	-	0.19
Hari Sankaran	Commission	0.19	-	0.19
Arun K Saha	Commission	0.17	-	0.17
Pradeep Puri	Commission	0.15	-	0.15
Vibhav Kapoor	Commission	0.08	-	0.08
Total		18.81	2.29	16.52



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 10: Inventories (At lower of cost and net realisable value)

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Raw materials	-	4.79	-
Stores and spares	22.59	-	-
Total	22.59	4.79	-

10.1. As certified by the Management, the inventories are lying at the construction site at the year end.

Note 11: Trade receivables

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Unsecured, considered good			
Trade receivables from related parties	2,520.35	3,830.37	2,481.95
Trade receivables from others	50.80	41.08	-
Unsecured, considered doubtful			
Trade receivables from related parties	244.01	244.01	257.51
Trade receivables from others	16.54	16.54	0.30
Allowance for losses	(522.34)	(589.53)	(534.93)
Total	2,309.36	3,542.47	2,204.83

*In the original financial statements, Rs. 16.54 crores was shown as 'Unsecured, considered doubtful' in March 31, 2017 and March 31, 2016 and Rs. 0.30 crores was shown as 'Unsecured, considered doubtful' in March 31, 2015. Based on the provision considered in the recast financial statements, Rs. 260.55 crores has been disclosed as 'Unsecured, considered doubtful' in March 31, 2017 and March 31, 2016 and Rs. 257.81 crores has been disclosed as 'Unsecured, considered doubtful' in March 31, 2015

11.1. There are no receivables due from directors or other officers of the company either severally or jointly with any other person; and from firms or private companies respectively in which any director is a partner, a director or a member.

11.2. Trade receivables are generally on terms of 30 to 90 days and certain receivables carry interest for overdue period.

11.3. Expected credit loss ("ECL") is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the weighted average cost of borrowings of the Company.

11.4. The estimated realization date of the receivables has been taken by considering the cash flow model of the respective project SPVs which in the view of the management is the most realistic and appropriate way for estimating the realization date of the receivables with respect to the project SPVs. In respect of other than project SPVs, the management has carried out its internal assessment procedures and accordingly the realization date has been estimated.

Movement in the expected credit loss :

Particulars	₹ in Crore	
	As at March 31, 2017	As at March 31, 2016
Balance at beginning of the year	589.53	534.93
Expected credit loss allowance on trade receivables (Refer Note 27.3)	94.81	179.24
Reversal of Expected credit losses on trade receivables (Refer Note 27.3)	(162.00)	(124.65)
Balance at end of the year	522.34	589.53
Pertaining to the ECL Adjustments	(67.19)	54.59
Pertaining to the adjustment for revenue at fair value (Refer Note 20.3)	(86.88)	(216.11)
Total	(154.07)	(161.52)



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 12: 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	₹ In Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Balances with Banks			
On current accounts	156.86	5.71	19.99
On deposit accounts#	4.09	4.24	4.24
Cash on hand	0.01	0.00	0.01
Cash and cash equivalents	160.96	9.95	24.24
Unpaid dividend accounts	0.11	0.11	0.09
Balances held as margin money or as security against borrowings	172.63	172.89	161.79
Other bank balances	172.74	173.00	161.88

includes ₹ 4.00 Crore marked as lien in favour of Aditya Birla Finance Limited

12.1. Cash at banks earns interest at floating rates based on daily bank deposit rates. Short-term deposits are made for varying periods of between one day and three months, depending on the immediate cash requirements of the company, and earn interest at the respective short-term deposit rates.

The Company has pledged a part of its short-term deposits to fulfil collateral requirements. Refer to Note 15.1 for further details.

12.2. For the purpose of the statement of cash flows, cash and cash equivalents comprise the following :

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Cash and cash equivalents	160.96	9.95	24.24
Less – Secured Demand loans from banks (Cash credit)(shown under current borrowings in note 15)	132.35	136.70	-
Less – Unsecured Demand loans from banks (Bank overdraft) (shown under current borrowings in note 15)	9.39	15.26	23.89
Cash and cash equivalents for statement of cash flows	19.21	(142.01)	0.34

12.3. Non-cash transactions excluded from cash flow statement

- During the current year, there is a sale of 260,949 equity shares (representing the Company's entire shareholding of 77.39%) of Elsamex S.A., Spain, a subsidiary Company to ITNL International Pte. Ltd., Singapore ("IIPL") against issue of fresh equity shares of ₹ 413.30 crore by IIPL.
- During the current year, there has been conversion of receivables into loans of ₹ 303.88 crore.
- During the current year, the short term loans given to certain Group Companies have been assigned to certain existing lenders of the Company aggregating ₹ 1,320.00 crore.
- During the current year, by order of High Court of Bombay out of total 220,000,000 preference shares of Andhra Pradesh Expressway Limited held by the Company; 83,000,000 preference shares were cancelled and balance 137,000,000 preference shares were converted into 0.0001% interest bearing unsecured loan of ₹ 137 crore.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 12: Cash and cash equivalents

v. The Company had given sub-debt to its subsidiary, Khed Sinner Expressway Limited of ₹ 144.10 crore. During the previous year, the same has been converted into 144,100,000 equity shares of ₹ 10 each.

vi. During the previous year, the sale consideration of ₹ 344.43 crore for sale of equity shares of Rapid MetroRail Gurgaon Limited to Infrastructure Leasing & Financial Services Limited ("IL&FS") has been adjusted against the outstanding borrowing from IL&FS.

12.4. Disclosure as required as per G.S.R. 308(E) dt March 30, 2017 of Ministry of Corporate Affairs:

Specified Bank Notes (SBN) held and transacted during the period November 8, 2016 to December 30, 2016 as provided in the table below:-

Particulars	Amounts in ₹		
	SBNs	Other denomination notes	Total
Closing cash in hand as on November 8, 2016	9,80,500	5,21,451	15,01,951
(+) Permitted receipts	-	59,562	59,562
(-) Permitted payments	-	29,38,079	29,38,079
(+) Withdrawals from Bank	-	27,11,000	27,11,000
(-) Amount deposited in Banks	9,80,500	35,259	10,15,759
(+) Non-permitted receipts	-	-	-
(-) Non-permitted payments	-	-	-
Closing cash in hand as on December 30, 2016	-	3,18,675	3,18,675

The above disclosure is as given in the original financial statements. Since these recast financial statements have been prepared after a gap of more than 7 years from date of the original financial statements, the present management is unable to determine this.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 13: Equity Share Capital

Particulars	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Number of Shares	₹ In Crore	Number of Shares	₹ In Crore	Number of Shares	₹ In Crore
Authorised : Equity Shares of ₹ 10/- each (refer Note 15.5)	50,00,00,000	500.00	50,00,00,000	500.00	50,00,00,000	500.00
Issued, Subscribed and Paid up : Equity Shares of ₹ 10/- each fully paid	32,89,60,027	328.96	32,89,60,027	328.96	24,67,20,020	246.72

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

Equity shares	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Holding Company - Infrastructure Leasing & Financial Services Limited ("IL&FS")	23,65,82,632	23,65,82,632	17,14,50,000
Fellow subsidiary - IL&FS Financial Services Limited ("IFIN")	42,66,368	42,66,368	31,99,776

13.2. Reconciliation of the number of equity shares outstanding at the beginning and at the end of the year :

Equity Shares	Year ended March 31, 2017		Year ended March 31, 2016	
	Number of Shares	₹ In Crore	Number of Shares	₹ In Crore
Shares outstanding at the beginning of the year	32,89,60,027	328.96	24,67,20,020	246.72
Shares issued during the year	-	-	8,22,40,007	82.24
Shares outstanding at the end of the year	32,89,60,027	328.96	32,89,60,027	328.96

13.3. Shareholders holding more than 5% of issued, subscribed and paid up equity share capital :

Equity Shareholder	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Number of Shares	% of total holding	Number of Shares	% of total holding	Number of Shares	% of total holding
IL&FS	23,65,82,632	71.92%	23,65,82,632	71.92%	17,14,50,000	69.49%

13.4. The Company has one class of equity shares with face value of ₹ 10 each fully paid-up. Each shareholder has a voting right in proportion to his holding in the paid-up equity share capital of the Company.

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.

Final dividend proposed by the Board of Directors, is subject to the approval of the shareholders in the Annual General Meeting.

During the FY 2015-16, the Company issued 82,240,007 equity shares on rights basis in the ratio of 1:3 at a price of ₹ 90 per share having a face value of ₹ 10 each aggregating ₹ 82.24 Crore and premium of ₹ 80 each aggregating to ₹ 657.92 Crore. The loss per share has been accordingly adjusted for the effects of Rights Issue for the year ended March 31, 2016.

The details of utilisation of proceeds of above issue are given below :

Particulars	₹ In Crore
Amount received from the issue	740.16
Utilisation :	
For repayment of loans	733.21
For working capital payments (including issue expenses)	6.95
Total utilisation	740.16
Balance amount unutilised as at year end	Nil



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 14: Other equity

₹ in Crore

Reserves and surplus	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Debenture Redemption Reserve (Refer Note 14.1)			
Balance at beginning of the year	46.14	46.14	46.14
Transfer (to) / from balance in Statement of Profit and Loss	-	0.00	-
Balance at end of the year	46.14	46.14	46.14
Securities premium account (Refer Note 14.4)			
Balance at beginning of the year	2,147.79	1,496.03	1,496.03
Addition during the year from issue of equity shares on a rights basis	-	657.92	-
Premium utilised towards discount on issue of Non-Convertible Debentures	(2.82)	-	-
Premium utilised towards rights issue expenses	-	(6.16)	-
Balance at end of the year	2,144.97	2,147.79	1,496.03
General reserve (Refer Note 14.2)			
Balance at beginning of the year	123.90	123.90	123.90
Balance at end of the year	123.90	123.90	123.90
Retained earnings (Refer Note 14.3)			
Balance at beginning of the year	(2,579.43)	(2,238.72)	(2,238.72)
Profit / (loss) attributable to owners of the Company	111.40	(221.93)	-
Payment of final dividends on equity shares (including dividend distribution tax)	(75.03)	(118.78)	-
Equity div and Pref div (To be grouped in Ind AS)	-	(0.00)	-
Transfer from / (to) debenture redemption redemption reserve	-	(0.00)	-
Balance at end of the year	(2,543.06)	(2,579.43)	(2,238.72)
Sub-Total	(228.05)	(261.60)	(572.65)
Items of other comprehensive income			
Cash Flow Hedge Reserve			
Balance at beginning of the year	(3.71)	(5.49)	(5.49)
Gain/(loss) arising on changes in fair value of designated portion of hedging instruments entered into for cash flow hedges	(35.62)	1.78	-
Balance at end of the year	(39.33)	(3.71)	(5.49)
Defined benefit plan adjustment			
Balance at beginning of the year	(1.91)	-	-
Actuarial loss on defined benefit plan	(0.03)	(1.91)	-
Balance at end of the year	(1.94)	(1.91)	-
Total Other Comprehensive Income	(41.27)	(5.62)	(5.49)
Total	(269.32)	(267.22)	(578.14)



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 14: Other equity

Description of the nature and purpose of each reserve within equity is as follows :

14.1. Debenture Redemption Reserve (DRR)

The Company has issued several series of Non Convertible Debentures (NCDs). In terms of Section 71(4) of the Companies Act, 2013 read with rule 18(7)(b)(iii) of the Companies (Share capital and Debentures) Rules 2014, the Company being an Infrastructure Company is required to create Debenture Redemption Reserve to the extent of 25% of the value of privately placed NCDs until such NCDs are redeemed.

The method of creation of Debenture Redemption Reserve (DRR) has been modified during the year from equally proportionate basis to accelerating over the years basis using "Sum of Digits" method.

As per the provisions of section 71(4) of the Companies Act, 2013 read with the Companies (Share capital and Debentures) Rules, 2014, DRR shall be created out of the profits of the Company available for payment of dividend. The Company had profits for payment of dividend, as per original standalone financial statements and the management had additionally appropriated ₹ 63.50 Crore (March 31, 2016 ₹ 0.15 Crore) towards DRR. However, as per re-cast standalone financial statements, the Company does not have profits for payment of dividend, accordingly, such DRR has been reversed.

Accordingly, the shortfall in recognition of DRR as at the date of the balance sheet amounts to Rs. 211.24 Crore.

14.2. General Reserve

The general reserve is used from time to time to transfer profits from retained earnings for appropriation purposes. As the general reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, items included in the general reserve will not be reclassified subsequently to profit or loss.

14.3. Retained Earnings

Retained earnings are the profits that the Company has earned till date and is net of amount transferred to other reserves such as general reserves, debenture redemption reserve etc., amount distributed as dividend and adjustments on account of transition to Ind AS.

During the year ended March 31, 2017, the dividend of ₹ 2 per share (₹ 75.03 crore including dividend distribution tax of ₹ 9.29 crore) was paid to holders of fully paid equity shares. During the year ended March 31, 2016, the dividend paid was ₹ 4 per share (₹ 118.78 crore including dividend distribution tax of ₹ 20.09 crore).

14.4. Securities Premium

Securities premium account is credited when the shares are allotted at premium. It can be utilised in accordance with the provisions of Companies Act, 2013.

14.6. Provision for redemption premium

In the original standalone financial statements of the FY 2013-14, the erstwhile Board of Directors had created a provision of ₹ 2.56 Crore towards redemption premium towards 20.50% CRPS. However, in view of loss as per recast standalone financial statements, no such provision can be created and hence, adjustment entries have been passed to reverse the redemption premium. Premium on redemption which is contractually accruing annually to the preference shareholders is accrued by way of appropriation out of the Securities Premium Account as is permissible within the Companies Act 2013 as maybe amended from time to time from the financial year 2014-15.

Accordingly, the shortfall in recognition of Redemption premium towards 20.50% CRPS as at the date of the balance sheet amounts to ₹ 2.56 Crore.



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 15: Borrowings

Particulars	As at March 31, 2017				As at March 31, 2016			As at April 1, 2015		
	Long-term		Short-term		Long-term		Short-term	Long-term		Short-term
	Long-term	Current portion	Short-term		Long-term	Current portion	Short-term	Long-term	Current portion	Short-term
Secured (Refer Note 15.1)										
Term Loans from banks	3,173.29	782.41	185.69		1,954.25	502.00	12.00	1,362.77	262.37	27.00
Term Loans from financial institutions	386.10	22.50			75.00					
Demand loans from banks (Cash credit)			132.35				136.70			
Sub-total (A)	3,559.39	804.91	318.04		2,029.25	502.00	148.70	1,362.77	262.37	27.00
Unsecured										
Debentures (Refer Note 15.2)										
Unsecured Redeemable Non-Convertible Debentures (NCDs)	3,369.26				2,085.50			1,830.00		
Unsecured Redeemable NCDs (issued at discount)	286.65				300.00			300.00		
Term Loans from banks	505.50	70.00	1,160.00		673.52	444.74	759.40	622.65	1,110.12	448.00
Term Loans from financial institutions			300.00				300.00			300.00
Term Loans from related parties	75.00		31.98		780.00		733.50			225.00
Demand loans from banks (Bank Overdraft)			9.39				15.26			23.89
Commercial Paper			170.32				216.29			927.52
Redeemable preference share capital (Refer Note 15.4)	763.22	78.86			758.22	78.86		753.22	78.86	
Less : Unamortised borrowing costs	(276.48)				(181.54)			(134.14)		
Sub-total (B)	4,999.63	148.86	1,671.69		4,415.70	523.60	2,024.45	3,371.73	1,188.98	1,924.41
Less: Current maturities of long term debt clubbed under "other financial liabilities" (Note 16)		953.77				1,025.60			1,451.35	
Total (A+B-C)	8,559.02		1,989.73		6,444.95		2,173.15	4,734.50		1,951.41

15.1. Security details	As at March 31, 2017				As at March 31, 2016			As at April 1, 2015		
	Long-term		Short-term		Long-term		Short-term	Long-term		Short-term
	Long-term	Short-term	Long-term	Short-term	Long-term	Short-term	Long-term	Short-term		
Secured against:										
An asset which was classified as Investment Property under development in the original financial statements (refer note 9.1)	115.31		115.31			115.31		115.31		
Current assets and receivables	3,840.66	118.04	2,337.25	136.70		1,371.20				
Fixed deposits	408.33	200.00	78.69	12.00		138.63				27.00
Total	4,364.30	318.04	2,531.25	148.70		1,625.14				27.00



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15.2. The details of Unsecured Redeemable Non-Convertible Debentures (NCDs) :

Series of NCDs	Face value per NCD (₹)	Rate of interest p.a.	Terms of repayment	Date of redemption	No. of NCDs issued	No. of NCDs outstanding As at March 31, 2017	No. of NCDs outstanding As at March 31, 2016	No. of NCDs outstanding As at April 1, 2015
ITNL 11.80% 2024	10,00,000	11.80%	Bullet repayment	3-Jan-25	2,500	2,500	2,500	2,500
ITNL 11.80% 2024	10,00,000	11.80%	Bullet repayment	21-Dec-24	2,500	2,500	2,500	2,500
ITNL 9.44% 2026	10,00,000	9.44%	Various Dates	25-Oct-24 to 27-Oct-26	2,500	2,500	-	-
ITNL 9.51% 2026	10,00,000	9.51%	Various Dates	16-Aug-24 to 18-Aug-26	1,000	1,000	-	-
ITNL 9.51% 2026	10,00,000	9.51%	Various Dates	9-Aug-24 to 10-Aug-26	2,000	2,000	-	-
ITNL 9.33% 2027 - Series B	10,00,000	9.20%	Various Dates	28-June-24 to 31-Mar-27	4,500	4,500	-	-
ITNL, 11.50%, 2024	10,00,000	11.50%	Bullet repayment	21-Jun-24	2,000	2,000	2,000	2,000
ITNL, 11.50%, 2024	10,00,000	11.50%	Bullet repayment	4-Feb-24	1,000	1,000	1,000	1,000
ITNL 9.20% 2022 - A	10,00,000	9.20%	Bullet repayment	15-Apr-22	3,000	3,000	-	-
ITNL 10.50% 2021	10,00,000	10.50%	Bullet repayment	8-May-21	1,250	1,250	1,250	-
ITNL 9.28% 2021	10,00,000	9.28%	Various Dates	30-Jul-20 to 30-Jun-21	2,000	2,000	-	-
ITNL 11.70% 2020	10,00,000	11.70%	Bullet repayment	27-Jul-20	2,250	2,250	2,250	-
ITNL 11.50% 2019	10,00,000	11.50%	Bullet repayment	20-Nov-19	1,250	1,250	1,250	1,250
NCD Tranche XIII Series B #	5,00,000	0.00%	Bullet repayment	23-Jun-19	500	500	500	-
ITNL 9.40% 2019	10,00,000	9.40%	Bullet repayment	5-Apr-19	4,250	4,250	4,250	-
NCD Tranche XIII Series A #	5,00,000	0.00%	Bullet repayment	23-Mar-19	7,300	7,300	7,300	-
ITNL, 12.00%, 2019 Series II *	10,00,000	12.00%	Bullet repayment	18-Mar-19	5,300	363	405	5,300
ITNL, 12.00%, 2019 *	10,00,000	12.00%	Bullet repayment	23-Jan-19	4,000	50	50	4,000
ITNL 11.10%	10,00,000	11.10%	Bullet repayment	10-Oct-18	1,000	-	1,000	-
ITNL 11.70% 2018	10,00,000	11.70%	Bullet repayment	12-Apr-18	1,500	1,500	1,500	1,500
ITNL 11.25%	10,00,000	11.25%	Bullet repayment	21-Apr-16	1,250	-	-	1,250
Total					52,850	41,713	27,755	21,300

These are 0% coupon NCDs having intrinsic rate of interest of 9.85% p.a.

* Debenture terms gives put option to debenture holder.



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Notes forming part of the recast financial statements for the year ended March 31, 2017

15.3. Age-wise analysis and Repayment terms of the Company's Long term Borrowings (other than NCDs and Preference shares) are as below:

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015	Interest rate range		
	₹ in Crore	₹ in Crore	₹ in Crore	Frequency of Repayment*	Frequency of Repayment*	Frequency of Repayment*	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
1-3 Years	2,742.96	2,826.37	1,211.27	QT,Y,B	QT,Y,B	QT,Y,B	9.7% to 16.00%	9.1% to 16.25%	11.15% to 12.35%
3-5 Years	1,021.39	550.13	685.71	QT,Y	QT,Y	QT,B	10.46% to 11.95%	11.00% to 11.80%	10.80% to 12.25%
> 5 Years	375.54	2.91	10.09	Y	Y	QT	10.46% to 10.80%	11.00%	11.25%
Total	4,139.89	3,379.41	1,907.07						

* QT = Quarterly, HY = Half yearly, Y = Yearly and B = Bullet repayment

15.4. The Company has issued following series of Cumulative Redeemable Preference Shares ("CRPS") and Cumulative Non-Convertible Compulsorily Redeemable Preference Shares ("CNCRPS") aggregating to ₹ 752.90 crore:

Series Name	Number of shares	Face value per share	Premium received per share	Amount	Maturity date	Dividend payout	Redemption terms
20.50% CRPS	20,00,00,000	10	10	400.00	Refer footnote d.(i) below	20.50% per annum	Refer footnote d.(i) below
10.40% ITNL CNCRPS 2017	10,72,50,000	10	10	214.50	June 23, 2017	21.06% per annum	Redemption at face value plus premium of ₹ 10 per share
10.50% ITNL CNCRPS 2018	1,92,00,000	10	10	38.40	December 23, 2018	21.44% per annum	
1.1% ITNL CNCRPS 2021	5,00,00,000	10	10	100.00	January 17, 2021	22.32% per annum	

d.(i): The 20.50% CRPS will be redeemed starting from May 31, 2017 to May 31, 2025 at a premium of ₹ 10 per share and an additional redemption premium of 2.50% p.a. on the face value from the date of issue. See below table for details:

Date of redemption	No of shares to be redeemed (in Crore)	Redemption Amount ₹ in Crore
31-May-17	2.00	41.84
31-May-18	2.00	42.34
31-May-19	3.00	64.26
31-May-20	3.00	65.01
31-May-21	3.00	65.76
31-May-22	3.00	66.51
31-May-23	3.00	67.26
31-May-24	0.50	11.34
31-May-25	0.50	11.48
Total	20.00	435.80



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Notes forming part of the recast financial statements for the year ended March 31, 2017

15.5. Authorised preference share capital of the Company is 1,000,000,000 shares of ₹ 10 each aggregating ₹ 1,000 crore (as at March 31, 2016 : 1,000,000,000 shares of ₹ 10 each aggregating ₹ 1,000 crore; as at April 1, 2015 : 1,000,000,000 shares of ₹ 10 each aggregating ₹ 1,000 crore)

15.6. Rights of CRPS and CNCRPS holders are as follows:

The holder(s) of CRPS and CNCRPS shall have no voting rights other than in respect of matters directly affecting the rights attached to the CRPS and CNCRPS. In the event of any due and payable dividends on the CRPS and CNCRPS remaining unpaid for a period of two years prior to the start of any General Meeting of the Equity Shareholders, the holder(s) of CRPS and CNCRPS shall gain voting rights in respect of all matters placed by the Company at a General Meeting of its Equity Shareholders in accordance with the provisions of the Companies Act and the Articles of Association of the Company. In the event of winding up or repayment of capital, the holder(s) of the CRPS and CNCRPS shall carry a preferential right vis-à-vis equity shareholders to be repaid the amount of paid up capital, unpaid dividends and fixed premium, in accordance with the provisions of the Companies Act and the Articles of Association of the Company. The claims of holder(s) of CRPS and CNCRPS shall be subordinated to the claims of all secured and unsecured creditors of the Company but senior to equity shareholders and pari passu amongst other preference shareholders.

During the current year, preference dividend of ₹ 78.86 Crore (previous year ended March 31, 2016 : ₹ 78.86 Crore) was paid to holders of CRPS and CNCRPS.



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 16: Other financial liabilities

Particulars	₹ In Crore					
	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Non Current	Current	Non Current	Current	Non Current	Current
Derivative liability	55.40	-	-	-	7.83	-
Payable on account of Capital Expenditure	1.97	67.80	3.91	1.50	-	-
Retention money payable	282.40	-	334.14	-	247.69	-
Interest accrued	-	161.00	-	134.34	-	65.04
Unpaid dividends	-	0.13	-	0.11	-	0.09
Payable to related party - Holding company	-	-	-	-	-	15.00
Current maturities of long-term debt (refer note 15)	-	953.77	-	1,025.60	-	1,451.35
Total	339.77	1,182.70	338.05	1,161.55	255.52	1,531.48

Note 17: Provisions

Particulars	₹ In Crore					
	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Non Current	Current	Non Current	Current	Non Current	Current
Employee benefits	2.70	18.20	2.35	19.02	1.86	23.33
Gratuity (Refer Note 32)	-	-	0.98	0.05	-	-
Provision for tax on Proposed Dividend on preference shares	-	16.05	(0.00)	16.05	-	16.05
Total	2.70	34.25	3.33	35.12	1.86	39.38



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 18: Other liabilities

₹ In Crore

Particulars	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Non Current	Current	Non Current	Current	Non Current	Current
Mobilisation Advances Received (Note 29)	161.21	100.86	177.07	200.52	266.30	233.19
Unearned revenue (Note 29)	-	229.64	-	208.15	-	263.16
Statutory dues	-	89.00	-	44.59	-	14.22
Total	161.21	419.50	177.07	453.26	266.30	510.57

Note 19: Trade payables other than MSME

₹ In Crore

Particulars	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Non Current	Current	Non Current	Current	Non Current	Current
Trade payables other than MSME	-	523.51	-	916.16	-	746.27
Bills payable	-	306.47	-	-	-	-
Total	-	829.98	-	916.16	-	746.27

19.1. In the original standalone financial statements, the erstwhile management had stated as under:

"Based on information received by the Company from its vendors, the amount of principal outstanding in respect of MSME as at Balance Sheet date covered under the Micro, Small and Medium Enterprises Development Act, 2006 is ₹ Nil. There were no delays in the payment of dues to Micro and Small Enterprises."

Since these recast financial statements have been prepared after a gap of more than 7 years from date of the original financial statements, the present management is unable to determine this.



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 20: Revenue from operations

₹ in Crore

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Construction income (net) (Refer note 29)	2,991.00	3,648.21
Operation and maintenance income	226.14	214.92
Advisory, Design and Engineering fees (Refer note 20.1, 20.2 and 49)	157.53	486.86
Supervision fees	25.98	32.28
Total	3,400.65	4,382.27

20.1. Amount for FY 2015-16 includes Rs. 38.26 Crores billed to Ministry of Physical Infrastructure and Transport (MOPIT) being reimbursement of cost for preparation of Detailed Project Report on Fast Track Road project. This work was carried out pursuant to a Memorandum of Understanding (MOU) executed between the parties. However, as per such MOU, matters relating to reimbursement of any cost towards preparation of DPR was to be dealt in accordance with relevant regulations by MOPIT. The Management's understanding is that Build, Operate and Transfer (BOT) Law in Nepal provides for the reimbursement of the expense by MOPIT and hence, is confident of recovery of amount billed.

20.2. No adjustments have been made on account of excess Advisory, Design and Engineering fees charged to PSRDCL amounting to ₹ 4.34 crores as compared to what was agreed with the SPV as such expenses have been recognised by the SPV.

20.3. Construction income is net off ₹ 86.88 crore (previous year ₹ 216.11 crore) being adjustment for time value for recognising revenue at fair value. (Refer Note 11.4)

Note 21: Other Income

₹ in Crore

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Interest income earned on financial assets that are not designated as at fair value through profit or loss	604.13	429.83
Interest on Bank deposits (at amortised cost)	15.04	24.50
Dividend Income (refer note 21.1)	65.96	27.35
Guarantee Fees Income	13.24	15.82
Foreign Exchange fluctuation gain (net)	-	0.65
Miscellaneous income	3.41	2.04
Profit on sale of investments (net) (Refer Note 4.5, 4.7, 4.8 and 4.10)	254.42	141.82
Profit on sale of investments (net) (Refer Note 4.9)	34.13	-
Insurance claim	17.37	21.83
Gain on disposal of property, plant and equipment	-	0.02
Gain arising on financial assets designated as at FVTPL	3.73	5.60
Reversal of Provision for Bad and Doubtful Debts (net)	-	-
Reversal of Provision for Bad Loans (net)	-	-
Total	1,011.43	669.46

21.1 The Company had erroneously recognised dividend income of ₹ 5.02 crores from IRIT as it was in excess of what was declared and distributed as dividend. Accordingly, it has been reversed.



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 22: Cost of material consumed & Construction Cost

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Cost of material Consumed		
Purchase of raw material & stores and spares	36.96	62.37
Changes in inventories of raw material & stores and spares	(17.80)	(4.79)
Total	19.16	57.58
Construction Contract cost#	2,504.93	3,258.98

Includes expenditure of ₹ 11.71 crores (net) (for the year ended March 31, 2016 : reversal of expenditure of ₹ 1.53 crores (net)) (Note 51.4)

Note 23: Other Operating Expenses

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Fees for technical services / design and drawings	47.39	71.67
Operation and maintenance expenses (Refer Note 48)	145.08	160.18
Total	192.47	231.85

Note 24: Employee benefits expense

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Salaries and Wages	48.55	46.52
Contribution to provident and other funds (refer note 32)	6.02	7.29
Staff Welfare Expenses	5.77	5.21
Deputation Cost	9.53	6.69
Total	69.87	65.71



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 25: Finance costs

Particulars	₹ In Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Interest on bank overdrafts, loans and debentures	1,085.87	910.57
Discount on Commercial paper	21.51	109.22
Dividend on redeemable preference shares	96.75	99.92
Other borrowing costs	173.82	92.24
Loss / (gain) arising on derivatives designated as hedging instruments in cash flow hedges	40.32	(9.46)
(Gain) / Loss arising on adjustment for hedged item attributable to the hedged risk in a designated cash flow hedge accounting relationship	(40.32)	9.46
Total	1,377.95	1,211.95

25.1. Interest on bank overdrafts, loans and debentures is net off ₹ 14.80 Crore (previous year ₹ nil) on account of Credit Value Adjustment / Debit Value Adjustments (CVA / DVA) on derivative contracts on borrowings.

25.2. The weighted average rate on funds borrowed generally is 12.22% per annum (Previous year : 12.29% per annum).

Note 26: Depreciation and amortisation expense

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Depreciation of property, plant and equipment	8.07	6.70
Amortisation of intangible assets	5.78	2.83
Total depreciation and amortisation	13.85	9.53

Note 27: Other expenses

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Provision for doubtful loans	-	67.05
Provision for doubtful receivables	26.25	-
Provision for diminution in value of investments	65.10	285.20
(Reversal of Expected Credit Losses) / Expected Credit Losses on financial assets (net) (Refer Note 27.3)	(158.58)	(187.41)
Electricity	1.15	1.71
Travelling and conveyance	21.07	25.67
Printing and stationery	0.49	1.67
Rent	18.33	17.58
Rates and taxes	1.21	1.92
Repairs and maintenance (other than building and machinery)	7.81	7.84
Communication expenses	2.44	2.54
Insurance	20.99	21.76
Legal and consultation fees	18.17	15.12
Directors' fees	0.60	0.79
Bank commission	9.81	8.52
Loss on disposal of property, plant and equipment (net)	0.11	-
Foreign exchange fluctuation loss (net)	1.63	-
Bid documents expenses	0.65	0.71
Brand Subscription Fees	4.53	3.07
Corporate Social Responsibility expenses (Refer Note 27.1)	5.47	7.31
Miscellaneous expenses (Refer Note 27.2)	46.36	27.62
Total	93.59	308.67



IL&FS TRANSPORTATION NETWORKS LIMITED**Notes forming part of the recast financial statements for the year ended March 31, 2017**

27.1. In terms of Section 135 of the Companies Act, 2013, a Corporate Social Responsibility (CSR) Committee has been formed by the Company. The areas for CSR activities as per the CSR policy are (i) Promotion of education, (ii) promoting gender equality and empowering women, (iii) reducing child mortality and improving maternal health, (iv) ensuring environmental sustainability, (v) employment enhancing vocational skills, (vi) social business projects, (vii) contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government or the State Governments for socioeconomic development and relief and funds for the welfare of the Scheduled Castes, the Scheduled Tribes, other backward classes, minorities and women and (viii) such other matters as may be prescribed.

In line with Guidance Note on Accounting for Expenditure on Corporate Social Responsibility Activities, issued by the Institute of Chartered Accountants of India, the disclosure of the CSR expenditure during the year, is as under:

(a) Gross amount required to be spent by the company during the year: ₹ 5.89 crore (previous year ₹ 7.31 Crore)

(b) Amount spent during the year on:

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
(i) Skilling for employment	-	1.08
(ii) Livelihood Development	0.73	0.47
(iii) Education enhancement	2.48	2.81
(iv) Local Area projects	2.26	2.95
Total	5.47	7.31

The above disclosures including the amount required to be spent is as per Original Financial Statements and since CSR Committee had considered such amount and had already incurred CSR expenditure, the amount required to be spent has not been updated on account of recast financial statements since 2013-14 onwards.

27.2. Miscellaneous expenses includes payment to erstwhile auditors for the following:

Payments to erstwhile auditors	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
For audit	1.92	1.42
For tax audit	0.17	-
For other services	1.55	1.71
Service tax on Above	0.53	0.45
Total	4.17	3.58

The details of statutory auditor's remuneration is as under:

Payments to auditors	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
For audit (including tax thereon)	0.21	0.21
For other services	-	-
Total	0.21	0.21

Since appointment was subsequent to the date of the balance sheet, no provision for the same has been made in these recast financial statements.



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Notes forming part of the recast financial statements for the year ended March 31, 2017

27.3. Movement in Expected credit losses

Particulars	₹ In Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Expected credit loss allowance on trade receivables (Refer Note 11.4)	94.81	179.24
Reversal of Expected credit losses on trade receivables	248.88	340.76
a. Reversal of Expected credit losses on trade receivables (net) (Refer Note 11.4)	(154.07)	(161.52)
Expected credit loss allowance on loans given (Refer Note 5.2)	110.87	85.58
Reversal of Expected credit losses on loans given (Refer Note 5.2)	90.26	91.30
b. Expected credit losses on loans given (net)	20.61	(5.72)
Reversal of Expected credit losses on other financial assets, unwinding of investment in preference shares and other assets (net)	25.12	20.17
c. Reversal of Expected credit losses on other financial assets, unwinding of investment in preference shares and other assets (net)	(25.12)	(20.17)
(Reversal of Expected Credit Losses) / Expected Credit Losses on financial assets (net) (a+b+c)	(158.58)	(187.41)

Note 28: Tax expenses

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Income tax recognised in profit or loss		
Current tax		
In respect of the current year	11.47	116.24
Minimum Alternate Tax		
In respect of the current year	-	(25.58)
	11.47	90.66
Deferred tax		
In respect of the current year	17.39	38.73
	17.39	38.73
Total	28.87	129.38

Note 29: Disclosure In respect of Construction Contracts

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Contract revenue recognised as revenue during the year (Note 20)	2,991.00	3,648.21

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Cumulative revenue recognised	17,709.43	14,718.43	11,070.22
Mobilisation Advances received (Refer Note 18)	262.07	377.59	499.49
Retention Money receivable (Refer Note 6)	300.17	181.31	140.29
Gross amount due from customers for contract work, disclosed as asset (i.e. Unbilled Revenue) (Refer Note 6)	399.29	482.20	119.81
Gross amount due to customers for contract work, disclosed as liability (i.e. Unearned Revenue) (Refer Note 18)	229.64	208.15	263.16



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Note 30 : Financial instruments
30.1 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 note 15 offset by cash and bank balances) and equity of the Company (comprising issued capital, reserves and retained earnings as detailed in note 13 and 14). The capital structure of the Company is reviewed by the management on a periodic basis.

30.1.1 Gearing ratio

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

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Debt	11,663.52	9,778.04	8,202.90
Less: Cash & cash equivalents; and bank balances	333.70	182.95	186.12
Net debt	11,329.82	9,595.09	8,016.18
Total Equity	59.64	61.74	(331.42)
Net debt to total equity ratio (in times)	189.97	155.40	(24.19)

Debt is defined as long-term borrowings, current maturities of long-term borrowings, short-term borrowings and interest accrued thereon (excluding derivative, financial guarantee contracts), as described in note 15. Equity includes all capital and reserves of the Company that are managed as capital.

In order to achieve its overall objective, the Company's management, 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.

30.2 Categories of financial instruments

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Financial assets			
Fair value through profit and loss (FVTPL) - Investments	25.85	22.13	16.53
Derivative instruments designated as cash flow hedge	-	5.77	-
At amortised cost			
Trade Receivables	2,309.36	3,542.47	2,204.83
Cash & cash equivalents; and bank balances	333.70	182.95	186.12
Loans	4,692.23	2,534.19	2,034.16
Other financial assets	1,091.62	882.26	706.28
Financial liabilities			
Derivative instruments designated as cash flow hedge	55.40	-	7.83
At amortised cost			
Borrowings	10,548.75	8,618.10	6,685.91
Trade payables other than MSME	829.98	916.26	746.27
Other financial liabilities	1,467.08	1,499.60	1,779.17

As at March 31, 2017 there are no significant concentrations of credit risk for financial assets designated as FVTPL. The carrying amount reflected above represents Company's maximum exposure to credit risk for such financial assets.



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30.3 Financial risk management objectives

The Company's Corporate Treasury function monitors and manages the financial risks relating to the operations of the Company. These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Company seeks to minimise the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Company's policies approved by the Board of Directors. Compliance with policies and exposure limits is reviewed on a continuous basis. The Company does not enter into or trade in financial instruments, including derivative financial instruments, for speculative purposes.

The Corporate Treasury function reports to the Company's management, which monitors risks and policies implemented to mitigate risk exposures.

30.4 Market risk

The Company does not have activities that exposes it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. There has been no change to the Company's exposure to market risks or the manner in which these risks are managed and measured.

30.5 Foreign currency risk management

The Company undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. Exchange rate exposures are managed within approved policy parameters utilising cross currency interest rate swaps.

The carrying amounts of the Company's unhedged foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows.

Particulars	₹ in Crore			
	Liabilities as at		Assets as at	
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at April 1, 2015
USD	3.27	2.76	41.24	15.03
Euro	2.91	1.97	1.26	10.62
AED	-	-	0.06	-
GBP	-	3.53	-	-
SGD	4.53	3.50	-	-

30.6.1 Foreign currency sensitivity analysis

The Company is mainly exposed to the currency of United States and the currency of Eurozone.

The following table details the Company's sensitivity to a 10% increase and decrease in the ₹ against the relevant foreign currencies. 10% sensitivity indicates management's assessment of the reasonable possible change in foreign exchange rates. The sensitivity analysis includes only outstanding unhedged foreign currency denominated monetary items and adjusts their translation at the period end for a 10% change in foreign currency rates.

Particulars	₹ in Crore			
	USD		Euro	
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at April 1, 2015
Impact on Profit and loss	3.80	1.23	(0.17)	1.06
Impact on Total Equity	3.80	1.23	(0.17)	1.06



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Particulars	AED		GBP		SGD	
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at March 31, 2016
Impact on Profit and loss	0.01	-	-	(0.35)	(0.45)	(0.35)
Impact on Total Equity	0.01	-	-	(0.35)	(0.45)	(0.35)

₹ in Crore

30.6.2 Cross currency interest rate swap contracts

Under these swap contracts, the Company agrees to exchange the difference between fixed interest amounts based on functional currency notional principal amounts and floating rate interest amounts calculated on agreed foreign currency notional principal amounts. Also the Company agrees to exchange difference between the functional currency notional principal amount and the amount calculated based on the spot exchange rates on the foreign currency notional principal amount on specified dates. Such contracts enable the Company to mitigate the risk of changing interest rates and foreign exchange rates on the cash flows of issued foreign currency variable rate debt. The fair value of these swaps at the end of the reporting period is determined by discounting the future cash flows using the foreign currency and interest rate curves at the end of the reporting period and the credit risk inherent in these contracts, and is disclosed below. The average interest rate is based on the outstanding balances at the end of the reporting period.

The following tables detail the notional principal amounts and remaining terms of interest rate swap contracts outstanding at the end of the reporting period.

Cash flow hedges

Outstanding receive floating pay fixed contracts	USD in crore		Average contracted exchange rate		Average contracted fixed interest rate	
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at March 31, 2016
Upto 1 year:	3.16	-	63.33	-	10.80%	-
1 to 3 years	-	3.16	-	63.33	-	10.80%
3 to 5 years	8.70	-	67.30	-	10.66%	-
More than 5 years	5.80	-	67.30	-	10.66%	-
Total	17.66	3.16				

Outstanding receive floating pay fixed contracts	Notional principal value (₹ in Crore)		Fair value assets (liabilities) (₹ in Crore)	
	As at March 31, 2017	As at March 31, 2016	As at March 31, 2017	As at March 31, 2016
Upto 1 year	200.00	-	2.66	-
1 to 3 years	-	200.00	-	5.77
3 to 5 years	585.47	200.00	(25.45)	(7.83)
More than 5 years	390.31	-	(32.61)	-
Total	1,175.78	200.00	(55.40)	(7.83)

The cross currency interest rate swap contracts are generally settled on a quarterly basis. The floating rate on the interest rate swaps is the 3 months LIBOR. The Company settles the difference between the fixed and floating interest rate on a net basis.

All cross currency interest rate swap contracts exchanging floating rate interest amounts for fixed rate interest amounts are designated as cash flow hedges in order to reduce the Company's cash flow exposure resulting from variable interest rates on borrowings. The cross currency interest rate swaps and the interest payments on the loan occur simultaneously and the amount accumulated in equity is reclassified to profit or loss over the period that the floating rate interest payments on debt affect profit or loss.



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30.7 Interest rate risk management

The Company is exposed to interest rate risk as 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.

The Company's exposures to interest rates on financial assets and financial liabilities are detailed in the liquidity risk management section of this note.

30.7.1 Interest rate sensitivity analysis

The sensitivity analyses below have been determined based on the exposure to the interest rates for all non-derivative variable interest rate 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 impact of the same is given in below table which is mainly attributable to the Company's exposure to interest rates on its variable rate borrowings

Particulars	₹ in Crore	
	Year ended March 31, 2017	Year ended March 31, 2016
Impact on Profit and loss	23.45	19.07
Impact on Total Equity	23.45	19.07

The Company's sensitivity to interest rates has decreased during the current year mainly due to the reduction in variable rate debt instruments and the increase in interest rate swaps to swap floating rate debt to fixed rate debt.

30.8 Commodity Price Risk

The Company requires construction materials for implementation (construction, operation and maintenance) of the projects, such as cement, bitumen, steel and others. For which, they have fixed price contract (with capped escalation charges) with the EPC contractor and Operation & Maintenance Contractor so as to manage the exposure to price increases in raw materials. Hence, the sensitivity analysis is not required.

30.9 Other price risks

The Company is exposed to equity price risks arising from equity investments which is not material.

30.10 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 is exposed to credit risk from its operating activities (primarily trade receivables) and its financing activities (primarily loans given).

The credit risk on derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

30.10.1 Trade receivables and loans given :

Customer credit risk is managed by Company's accounts and treasury function. Outstanding receivables and loans are regularly monitored and provision is made for expected credit loss, if any. The trade receivables and loans given are unsecured. As at March 31, 2017, the Company had 9 customers (as at March 31, 2016: 12 customers, as at March 31, 2015: 8 customers) that owed the Company more than ₹ 100 crore each and accounted for approximately 82% (as at March 31, 2016: 91%, as at March 31, 2015: 86%) of all the receivables outstanding. As at March 31, 2017, the Company had 15 loanees (as at March 31, 2016: 11 loanees, as at March 31, 2015: 12 loanees) that owed the Company more than crore each and accounted for approximately 89% (as at March 31, 2016: 79%, as at March 31, 2015: 83%) of all the loans outstanding.

30.11 Liquidity risk management

The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities. The endeavour of the Company is to constantly improve the ratio of short term to long term maturity profile so as to minimise the risk of having to refinance the borrowing at regular short intervals.

30.11.1 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.



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Particulars	March 31, 2017			March 31, 2016		
	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments
Weighted average effective interest rate (%)						
Upto 1 year	1,186.06	12.08%	12.34%		12.26%	12.31%
1-3 years	182.52	2,702.44	1,315.41	1,052.28	2,170.09	1,021.89
3-5 years	30.10	2,203.19	3,071.11	237.06	1,550.85	2,215.47
More than 5 years	-	563.36	1,378.13	100.93	559.45	1,142.02
Total	1,398.68	5,468.99	8,756.05	1,390.27	4,283.39	5,599.36

Particulars	April 1, 2015		
	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments
Weighted average effective interest rate (%)			
Upto 1 year	826.40	12.51%	11.78%
1-3 years	184.42	2,606.41	1,494.61
3-5 years	71.10	1,584.75	1,331.22
More than 5 years	-	432.60	2,020.93
Total	1,081.92	4,623.32	6,537.97

The amounts included above for variable interest rate instruments for both non-derivative financial assets and liabilities is subject to change if changes in variable interest rates differ to those estimates of interest rates determined at the end of the reporting period.

The following table details the Company's expected maturity for its non-derivative financial assets. The table has been drawn up based on the undiscounted contractual maturities of the financial assets including interest that will be earned on those assets. The inclusion of information on non-derivative financial assets is necessary in order to understand the Company's liquidity risk management as the liquidity is managed on a net asset and liability basis.

Particulars	March 31, 2017			March 31, 2016			April 1, 2015		
	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments	Non-interest bearing	Variable interest rate instruments	Fixed interest rate instruments
Upto 1 year	4,082.39	-	13.02%	4,838.54	-	13.03%	-	-	13.34%
1-3 years	306.93	-	2,971.04	1,590.43	-	2,101.30	2,987.88	-	2,101.30
3-5 years	33.20	-	492.34	153.31	-	173.16	234.55	-	1.93
More than 5 years	238.99	-	426.24	57.07	-	31.37	89.27	-	292.82
Total	4,661.51	-	4,149.69	5,104.44	-	4,522.26	3,386.60	-	2,580.07
			8,039.31			6,317.22			4,976.12



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The amounts included above for variable interest rate instruments for both non-derivative financial assets and liabilities is subject to change if changes in variable interest rates differ to those estimates of interest rates determined at the end of the reporting period.

The following table details the Company's liquidity analysis for its derivative financial instruments. The table has been drawn up based on the undiscounted contractual net cash inflows and outflows on derivative instruments that settle on a net basis. When the amount payable or receivable is not fixed, the amount disclosed has been determined by reference to the projected interest rates as illustrated by the yield curves at the end of the reporting period.

Particulars	₹ In Crore	
	March 31, 2017	April 1, 2015
Cross currency interest rate swaps		
Upto 1 year	215.43	21.60
1-3 years	619.99	43.70
3-5 years	793.89	221.60
More than 5 years	432.09	-

30.12 Fair value measurements

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

30.12.1 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	₹ In Crore	
	As at March 31, 2017	As at March 31, 2016		Significant unobservable input(s)	Relationship of unobservable inputs to fair value
Cross currency interest rate swap (refer note 6 and 16)	55.40	(5.77)	Level 2	None	None
Investment in equity shares of Pipavav Railway Corporation Limited	25.85	22.13	Level 3	Future cash flows are estimated based on forward exchange rates & observable yield curves at the end of the reporting period and contract forward interest rates. Contract rates discounted at a rate that reflects the credit risk of various counterparties.	Net assets of the investee company based on its audited financial statements



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

₹ in Crore

	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Carrying amount	Fair value	Carrying amount	Fair value	Carrying amount	Fair value
Financial assets						
<u>At amortised cost</u>						
Trade Receivables	2,309.36	2,309.36	3,542.47	3,542.47	2,204.83	2,204.83
Cash & cash equivalents; and bank balances	333.70	333.70	182.95	182.95	186.12	186.12
Loans	4,692.23	4,830.06	2,534.19	2,541.25	2,042.60	2,042.60
Other financial assets	1,091.62	1,091.62	882.26	882.26	706.28	706.28
Financial liabilities						
<u>At amortised cost</u>						
Borrowings	10,548.75	10,716.71	8,618.10	8,671.30	6,685.91	6,685.91
Trade payables other than MSME	829.98	829.98	916.26	916.26	746.27	746.27
Other financial liabilities	1,467.08	1,467.08	1,499.60	1,499.60	1,779.17	1,779.17

₹ in Crore

Fair value hierarchy	As at March 31, 2017			As at March 31, 2016			As at April 1, 2015		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets									
<u>At amortised cost</u>									
Trade Receivables	-	-	2,309.36	-	-	3,542.47	-	-	2,204.83
Cash & cash equivalents; and bank balances	-	-	333.70	-	-	182.95	-	-	186.12
Loans	-	-	4,830.06	-	-	2,541.25	-	-	2,042.60
Other financial assets	-	-	1,091.62	-	-	882.26	-	-	706.28
Financial liabilities									
<u>At amortised cost</u>									
Borrowings	-	-	10,716.71	-	-	8,671.30	-	-	6,685.91
Trade payables other than MSME	-	-	829.98	-	-	916.26	-	-	746.27
Other financial liabilities	-	-	1,467.08	-	-	1,499.60	-	-	1,779.17

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.



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Note 31 : Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for March 31, 2017 and March 31, 2016

₹ in Crore

	Year ended March 31, 2017	Year ended March 31, 2016
Profit / (loss) before tax	140.26	(92.54)
Enacted tax rate in India	34.608%	34.608%
Expected Income tax expenses / (benefit) at statutory tax rate	48.54	(32.03)
Preference dividend accounted as finance cost	33.48	-
Provision for doubtful loans and receivables	(58.05)	110.71
Dividend Income exempt from tax	(24.57)	(9.46)
CSR Expenses	-	2.13
Effect of expenses that are not deductible in determining taxable profit	-	(11.20)
Effect of incomes which are exempt from tax	-	(0.97)
Difference in normal and MAT tax rate	(7.13)	-
Difference in profits between IGAAP and Ind AS financials	-	57.12
Difference in profits between original and recast financials	19.19	-
Utilisation of MAT credit	-	(25.58)
Others	-	(0.06)
Current tax (A)	11.47	90.66
Incremental Deferred tax liability/ (asset) on deductible taxable differences	24.90	13.13
Incremental Deferred tax liability/ (asset) on temporary differences of Tangible and Intangible Assets	(7.52)	0.03
Reversal of Deferred tax asset on MAT credit	-	25.58
Deferred tax (B)	17.39	38.73
Total (A+B)	28.86	129.38



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 32. Employee benefit plans**32.1 Defined contribution plans**

The Company offers its employees defined contribution benefits in the form of provident fund, family pension fund and superannuation fund. Provident fund, family pension fund and superannuation fund cover substantially all regular employees. Contributions are paid during the year into separate funds under certain statutory / fiduciary-type arrangements. While both the employees and the Company pay predetermined contributions into the provident fund and pension fund, contributions to superannuation fund are made only by the Company. The contributions are normally based on a certain proportion of the employee's salary. The assets of the plans are held separately from those of the Company in funds under the control of Regional provident fund office and third party fund manager.

The total expense recognised in profit or loss of ₹ 6.02 crores (for the year ended March 31, 2016: ₹ 7.29 crore) represents contributions payable to these plans by the Company at rates specified in the rules of the plans.

32.2 Defined benefit plans

The Company offers its employees defined-benefit plans in the form of gratuity (a lump sum amount). Benefits under defined benefit plans are typically based on years of service rendered and the employee's eligible compensation (immediately before retirement). The gratuity scheme covers substantially all regular employees. In the case of the gratuity scheme, the Company contributes funds to the Life Insurance Corporation of India which administers the scheme on behalf of the Company. Commitments are actuarially determined at year end. Actuarial valuation is based on "Projected Unit Credit" method. The Company recognizes Actuarial Gain & Loss in the Other Comprehensive Income Account in the year in which they occur.

Under the plans, the employees are entitled to post-retirement lumpsum amounting to 30 days of final salary for each completed years of service. The eligible salary is Basic pay. Benefits are vested to employee on completion of 5 years.

Investment risk	The present value of the defined benefit plan liability (denominated in Indian Rupee) is calculated using a discount rate which is determined based on the benchmark yields available on Government Bonds at the valuation date with terms matching that of the liabilities. If the return on plan asset is below this rate, it will create a plan deficit.
Interest risk	A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan's investments.
Longevity risk	The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.
Salary risk	The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability. the salary increase rates take into account inflation, seniority, promotion and other relevant factors.

The actuarial calculations used to estimate defined benefit commitments and expenses are based on the following assumptions, which if changed, would affect the defined benefit commitment's size, funding requirements and pension expense. The principal assumptions used for the purposes of the actuarial valuations were as follows.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Particulars	Valuation as at		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Discount rate(s)	6.69%	7.77%	7.84%
Rate of increase in compensation [#]	5%	6.50%	6.50%
Mortality rates*	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate
Employee Attrition rate (Past service)	PS: 0 to 40 : 6.1%	PS: 0 to 40 : 2%	PS: 0 to 40 : 2%

[#] The estimates of future salary increases considered in the actuarial valuation take into account inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

* Based on India's standard mortality table with modification to reflect expected changes in mortality/ others.

Amounts recognised in statement of profit and loss in respect of these defined benefit plans are as follows.

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Service cost:		
Current service cost	1.62	1.66
Past service cost and (gain)/loss from settlements	-	-
Net interest expense	(0.05)	(0.19)
Components of defined benefit costs recognised in profit or loss	1.57	1.47
Remeasurement on the net defined benefit liability:		
Return on plan assets (excluding amounts included in net interest expense)	(0.02)	0.23
Actuarial (gains) / losses arising from changes in demographic assumptions*	0.25	-
Actuarial (gains) / losses arising from changes in financial assumptions	(0.34)	0.06
Actuarial (gains) / losses arising from experience adjustments	0.15	1.61
Components of defined benefit costs recognised in other comprehensive Income	0.03	1.91
Total	1.60	3.38

* This figure does not reflect interrelationship between demographic assumption and financial assumption when a limit is applied on the benefit, the effect will be shown as an experience

The current service cost and the net interest expense for the year are included in the 'Employee benefits expense' line item in the statement of profit and loss. The remeasurement of the net defined benefit liability is included in other comprehensive income. The amount included in the balance sheet arising from the entity's obligation in respect of its defined benefit plans is as follows.

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Present value of funded defined benefit obligation	11.81	9.70	6.39
Fair value of plan assets	12.62	8.68	8.45
Funded status	0.82	(1.02)	2.06
Net asset / (liability) arising from defined benefit obligation	0.82	(1.02)	2.06



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Movements in the present value of the defined benefit obligation are as follows.

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Opening defined benefit obligation	9.70	6.39	4.53
Current service cost	1.62	1.66	1.21
Interest cost	0.74	0.48	0.40
Remeasurement (gains)/losses:	-	-	-
Actuarial gains and losses arising from changes in demographic assumptions	0.25	-	-
Actuarial gains and losses arising from changes in financial assumptions	(0.34)	0.06	0.71
Actuarial gains and losses arising from experience adjustments	0.15	1.61	(0.15)
Benefits paid	(0.30)	(0.51)	(0.31)
Closing defined benefit obligation	11.81	9.70	6.39

Movements in the fair value of the plan assets are as follows.

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Opening fair value of plan assets	8.68	8.45	6.64
Interest income	0.79	0.67	0.69
Remeasurement gain (loss):	-	-	-
Return on plan assets (excluding amounts included in net interest expense)	0.02	(0.23)	0.22
Adjustment to Opening Fair Value of Plan Asset	(0.12)	-	-
Contributions from the employer	3.55	0.29	1.22
Benefits paid	(0.30)	(0.51)	(0.31)
Closing fair value of plan assets	12.62	8.68	8.45

The fair value of the plan assets at the end of the reporting period for each category, are as follows.

Particulars	Fair Value of plan asset as at		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Cash and cash equivalents	-	-	-
Gratuity Fund (LIC)	12.62	8.68	8.45
Others [describe]	-	-	-
Total	12.62	8.68	8.45

All of the Plan Asset is entrusted to LIC of India under their Company Gratuity Scheme. The reimbursement is subject to LIC's Surrender Policy. Since the scheme funds are invested with LIC of India Expected rate of return on Plan assets is based on rate of return declared by fund managers.

The actual return on plan assets was ₹ 0.81 crore (2016: ₹ 0.48 crore).

Significant actuarial assumptions for the determination of the defined obligation are discount rate, expected salary increase and mortality. The sensitivity analyses below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.



IL&FS TRANSPORTATION NETWORKS LIMITED**Notes forming part of the recast financial statements for the year ended March 31, 2017**

· If the discount rate is 100 basis points higher/(lower), the defined benefit obligation would decrease by ₹ 0.82 crore (decrease by ₹ 0.95 crore as at March 31, 2016) (decrease by ₹ 0.65 crore as at April 1, 2015) and increase by ₹ 0.93 crore (increase by ₹ 1.11 crore as at March 31, 2016) (increase by ₹ 0.76 crore as at April 1, 2015).

· If the salary escalation rate increases (decreases) by 1%, the defined benefit obligation would increase by ₹ 0.90 crore (increase by ₹ 1.10 crore as at March 31, 2016) (increase by ₹ 0.75 crore as at April 1, 2015) and decrease by ₹ 0.81 crore (decrease by ₹ 0.96 crore as at March 31, 2016) (decrease by ₹ 0.65 crore as at April 1, 2015).

· If the Attrition rate increases (decreases) by 1%, the defined benefit obligation would increase by ₹ 0.07 crore (increase by ₹ 0.09 crore as at March 31, 2016) (increase by ₹ 0.04 crore as at April 1, 2015) and decrease by ₹ 0.08 crore (decrease by ₹ 0.07 crore as at March 31, 2016) (decrease by ₹ 0.04 crore as at April 1, 2015).

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

Asset Liability Comparisons

Year	As at April 1, 2015	As at March 31, 2016	As at March 31, 2017
PVO at end of the year	6.39	9.70	11.81
Plan Assets	8.45	8.68	12.62
Surplus/(Deficit)	2.06	(1.02)	0.82
Experience adjustments on plan assets	-	(0.23)	0.02

1. Analysis of Defined Benefit Obligation

The number of members under the scheme have increased by 7.07%. Similarly the total salary increased by 10.85% during the accounting period. The resultant liability at the end of the period over the beginning of the period has increased by 21.75%

2 Expected rate of return basis

Since the scheme funds are invested with LIC of India Expected rate of return on Plan assets is based on rate of return declared by fund managers.

3 Description of Plan Assets and Reimbursement Conditions

100% of the Plan Asset is entrusted to LIC of India under their Company Gratuity Scheme. The reimbursement is subject to LIC's Surrender Policy

The average duration of the benefit obligation at March 31, 2017 is 9.87 years (as at March 31, 2016: 16 years; as at April 1, 2015: 16 years).

The expected contributions to the defined benefit plan for the next annual reporting period as at March 31 2017 is ₹ 1.64 crore (as at March 31 2016 is ₹ 1.41 Crore; as at April 1, 2015 is ₹ 0.74 Crore)



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 33 A: Contingent Liabilities and Commitments

Particulars	₹ in Crore		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
(i) Contingent Liabilities (Refer Note 33.1)			
a) Claims against the Company not acknowledged as debts			
- Income tax demands contested by the Company	10.15	10.15	8.12
- Indirect tax demands contested by the Company	4.87	4.05	-
- Claims made by contractors	-	22.97	-
b) Guarantees (Refer Note 33.2)			
- Guarantees/counter guarantees issued to outsider in respect of group companies	1,389.05	1,444.82	1,688.07
- Guarantees/counter guarantees issued to outsider in respect of other than group companies	31.72	7.72	9.27
c) Put option on sale of investment	Unascertainable	Unascertainable	Unascertainable
<p>d) During the year 2013-14, the Company has assigned loans aggregating to ₹ 4,645.60 million at its book value, out of which in the case of loans of ₹ 1,695.60 million, the lender has a put option on the Company on specified future dates till the maturity of the loans assigned and in the case of loans of ₹ 2,950 million the lenders are having a recourse to the Company in case of default by the borrower on the due dates; of which the outstanding balance of loans as on 31 March 2017 is ₹ 235 crores.</p> <p>During the year 2012-13, the Company had assigned loans aggregating to ₹ 3,000 million at its book value, out of which in the case of loans of ₹ 1,000 million, the lender has a put option on the Company on specified future dates till the maturity of the loans assigned and in the case of loans of ₹ 2,000 million the lenders are having a recourse to the Company in case of default by the borrower on the due dates; of which the outstanding balance of loans as on 31 March 2017 is ₹ 52 crores.</p>			
(ii) Commitments			
Capital Commitments	8.63	-	-
Sub-debt Commitments	1,134.10	1,432.06	1,477.68
Investment Commitments	1,963.33	2,066.93	976.01

33.1. The Company does not expect any outflow of economic resources in respect of the above and therefore no provision is made in respect thereof.

33.2. Certain bankers have issued guarantees which have been shown under "Guarantees/counter guarantees issued in respect of group companies" aggregating ₹ 12.96 Crore (as at March 31, 2016 : ₹ 13.26 Crore, as at April 1, 2015 : ₹ 201.11 Crore) against a first charge on the receivables (including loans and advances) of the Company.

Note 33 B: Letter of comfort, letter of awareness and letter of financial support

a. The Company has issued letter of comfort / letter of awareness to banks and a related party in respect of loans availed by a few of its subsidiaries aggregating to ₹ 2,535 Crore as at March 31, 2017 (as at March 31, 2016 ₹ 1,920.79 Crore, as at April 1, 2015 ₹ 685.50 Crore)

b. Letter of financial support has been issued by the Company to ITNL Road Infrastructure Development Company Limited, West Gujarat Expressway Limited, Vansh Nimay Infraprojects Limited, ITNL International Pte. Ltd., Singapore, ITNL Offshore Pte. Ltd., Singapore, ITNL Africa Projects Ltd., Nigeria, ITNL International DMCC, Dubai, Sharjah General Services Company LLC, Dubai IIP USA LLC, MP Border Checkposts Development Company Limited and Thiruvananthapuram Road Development Company Limited to enable them to continue their operations and meet their financial obligations as and when they fall due.



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 34: Lease

The Company holds certain properties under a non-cancellable operating lease. The Company's future lease rentals under the operating lease arrangements as at the year ends are as under:

	₹ in Crore	
	As at March 31, 2017	As at March 31, 2016
Future lease rentals :		
Within one year	4.96	2.27
Over one year but less than 5 years	4.53	1.57
More than 5 years	-	-
	Year ended March 31, 2017	Year ended March 31, 2016
Total amount charged to the Statement of Profit and Loss for rent in respect of these properties	6.77	7.24

The lease terms do not contain any exceptional / restrictive covenants nor are there any options given to Company to renew the lease or purchase the properties. The agreements provide for changes in the rentals if the taxes leviable on such rentals change.

The Company has given certain machinery under a non-cancellable operating lease. The Company's future lease receivables under the operating lease arrangements as at the year ends are as under:

	₹ in Crore	
	As at March 31, 2017	As at March 31, 2016
Future lease rentals :		
Within one year	22.50	-
Over one year but less than 5 years	33.80	-
More than 5 years	-	-
	Year ended March 31, 2017	Year ended March 31, 2016
Amount credited to the Statement of Profit and Loss for rent in respect of these machineries	0.31	-

The lease terms do not contain any exceptional / restrictive covenants nor are there any options given to lessee to renew the lease or purchase the properties. The agreements provide for changes in the rentals if the taxes leviable on such rentals change.

Note 35: Earnings per Equity Share :

Particulars	Unit	Year ended	
		March 31, 2017	March 31, 2016
Profit / (loss) after tax	₹ in Crore	111.40	(221.93)
Weighted average number of equity shares	Number	32,89,60,027	28,11,95,339
Nominal value per equity share	₹	10.00	10.00
Basic / Diluted earnings / (loss) per share	₹	3.39	(7.89)



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

(i) Current Year

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

Nature of Relationship	Name of Entity	Abbreviation used	
Holding Company	Infrastructure Leasing & Financial Services Limited	ILFS	
Subsidiaries - Direct	Amravati Chikhli Expressway Ltd	ACEL	
	Badarpur Tollway Operations Management Limited	BTOML	
	Baleshwar Kharagpur Expressway Limited	BKEL	
	Barwa Adda Expressway Limited	BAEL	
	Charminar RoboPark Limited	CRL	
	Chenani Nashri Tunnelway Limited	CNTL	
	East Hyderabad Expressway Limited	EHEL	
	Fagne Songadh Expressway Ltd	FSEL	
	Futureage Infrastructure India Limited	FIIL	
	GRICL Rail Bridge Development Company Limited	GRBDCL	
	Gift Parking Facilities Limited (upto 15th September 2016)	GPFL	
	Hazaribagh Ranchi Expressway Limited	HREL	
	IL&FS Rail Limited	IRL	
	ITNL International Pte Ltd	I IPL	
	ITNL Offshore Pte Ltd	IOPL	
	ITNL Offshore Three Pte Ltd	IO3PL	
	ITNL Offshore Two Pte Ltd	IO2PL	
	ITNL Road Infrastructure Development Company Limited	IRIDCL	
	Jharkhand Infrastructure Implementation Company Limited	JIIICL	
	Jharkhand Road Projects Implementation Company Limited	JRPICL	
	Karyavattom Sports Facilities Limited	KSFL	
	Khed Sinnar Expressway Limited	KSEL	
	Kiratpur Ner Chowk Expressway Limited	KNCEL	
	Moradabad Bareilly Expressway Limited	MBEL	
	MP Border Checkposts Development Company Limited	MPBCDCL	
	Pune Sholapur Road Development Company Limited	PSRDCL	
	Rajasthan Land Holdings Limited	RLHL	
	Scheme of ITNL Road Investment Trust	IRIT	
	Sikar Bikaner Highways Limited	SBHL	
	Vansh Nimay Infraprojects Limited	VNIL	
	Srinagar Sonmarg Tunnelway Limited	SSTL	
	West Gujarat Expressway Limited	WGEL	
	Subsidiaries - Indirect	Alcantarilla Fotovoltaica SA, Sociedad Unipersonal	
		Andhra Pradesh Expressway Limited	APEL
		Area De Servicio Coiros S.L.U.	
		Area De Servicio Punta Umbria S.L.U.	
		Atenea Seguridad Y Medico Ambiente S.A.	
		Beasolarta S.L.	
		Chattisgarh Highways Development Company Limited	CHDCL
		Chirayu Kath Real Estate Private Limited	
		CIESM-INTEVIA S.A. Sociedad Unipersonal	
		Conservacion de Infraestructuras De Mexico SA DE CV	
		Control 7, S. A	
Devika Bulldestate Private Limited			
Elsamex Colombia SAS			
Elsamex Construcao E Manutencao LTDA, Brazil			
Elsamex India Private Limited		ELSAIND	
Elsamex Internacional, S.L, Sociedad Unipersonal			
Elsamex Maintenance Services Limited		EMSL	
Elsamex Portugal-Engenharia E Sistemas De Gestao, S.A		EPE	
Elsamex S.A. LLC			
Elsamex S.A., Spain		ELSA	
ESM Mantenimiento Integral DE S.A DE C.V			
Flemingo Landbase Private Limited			
Grusamar Albania SHPK			
Grusamar Engenharia & Consultoria Brasil LTDA			
Grusamar India Limited		GIL	
Grusamar Ingenieria Y Consulting Colombia SAS			
Grusamar Ingenieria Y Consulting, SL Sociedad Unipersonal			
I IPL USA LLC			
Inteval Gestao Integral Rodoviaria, S.A			
ITNL Africa Projects Limited		IAPL	
ITNL International Developer LLC			
ITNL International DMCC, Dubai (Formerly known as ITNL International JLT, Dubai)		IJLT	



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

(i) Current Year

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

Nature of Relationship	Name of Entity	Abbreviation used	
Subsidiaries - Indirect	Mantenimiento Y Conservacion De Vialidades, S.A. de C.V.		
	North Karnataka Expressway Limited	NKEL	
	Rapid MetroRail Gurgaon Limited	RMGL	
	Rapid MetroRail Gurgaon South Limited	RMGSL	
	Senalizacion Viales E Imagen, S.V.		
	Sharjah General Services Company LLC		
Fellow Subsidiaries (Only with whom there have been transaction during the year/ there was balance outstanding at the year end)	Yala Construction Company Private Limited	YCCPL	
	Apptex Marketing Services & Solutions Limited	APMSSL	
	Bhopal E-Governance Limited	B EGL	
	Gujarat Integrated Maritime Complex Private Limited	GIMCL	
	IL&FS Airport Limited	IAL	
	IL&FS Cluster Development Initiative Limited	ICDI	
	IL&FS Energy Development Company Limited	IEDCL	
	IL&FS Environment Infrastructure & Services Limited	IEISL	
	IL&FS Financial Services Limited	IFIN	
	IL&FS Global Financial Services (UK) Ltd.	IGFSLUK	
	IL&FS Global Financial Services Pte. Ltd.	IGFSL	
	IL&FS Maritime Infrastructure Company Limited	IMICL	
	IL&FS Renewable Energy Limited	IREL	
	IL&FS Securities Services Limited	ISSL	
	IL&FS Skills Development Corporation Limited	ISDC	
	IL&FS Technologies Ltd.	ITL	
	IL&FS Township & Urban Assets Limited	ITUAL	
	IL&FS Tamil Nadu Power Company Limited	ITPCL	
	IL&FS Water Limited	IWL	
	IL&FS Wind Power Limited	IWPL	
	Kanak Resources Management Limited	KRML	
	Livia India Limited	LIL	
	Mota Layja Gas Power Company Limited	MLGPCL	
	Nana Layja Power Company Limited	NLGPCL	
	PT Mantimin Coal Mining	PTMCM	
	Rohtas Bio Energy Limited	RBEL	
	Sabarmati Capital One Limited	SCOL	
	Tierra Enviro Limited	TEL	
	Unique Waste Processing Company Limited	UWPCL	
	Associates	ITNL Toll Management Services Limited	ITMSL
		Gujarat Road and Infrastructure Company Limited	GRICL
		Noida Toll Bridge Company Limited	NTBCL
		Geotecnia y Control De Qualitat, S.A.	
Consorcio De Obras Civiles, Conciviles, S.R.L			
Vias Y Construcciones, Viacon, S. R. L.			
CGI 8 S.A.		CGI-8	
Elsamex Infrastructure Company WLL		EICWLL	
Elsamex Road Technology Company Limited		ERT(China)	
Ramky Elsamex Ring Road Limited, Hyderabad		REHRR	
Joint Ventures	Sociedad Concesionaria Autovía A-4 Madrid S.A	A4 CONCESSION	
	Jorabat Shillong Expressway Limited	JSEL	
	Road Infrastructure Development Company of Rajasthan Limited	RIDCOR	
	Jharkhand Accelerated Road Development Company Limited	JARDCL	
	Thiruvananthapuram Road Development Company Limited	TRDCL	
	Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL	
	N.A.M. Expressway Limited	NAMEL	
	Chongqing Yuhe Expressway Co. Ltd.		
	RIDCOR Infra Projects Limited (Subsidiary of RIDCOR)	RIPL	
	Key Management Personnel ("KMP")	Mr K Ramchand-Managing Director	
Mr. Krishna Ghag, Company Secretary			
Mr. Dilip Bhatia, Chief Financial Officer			
Relatives of KMP	Mrs Rita Ramchand (wife of Mr K Ramchand)		



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Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (i) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Balances							
Equity share Capital							
ILFS	236.58	-	-	-	-	-	236.58
OTHERS	-	-	4.27	-	-	-	4.27
	236.58	-	4.27	-	-	-	240.85
Interest accrued but not due on borrowings							
NKEL	-	9.98	-	-	-	-	9.98
	-	9.98	-	-	-	-	9.98
Long-Term Borrowings							
IFIN	-	-	200.00	-	-	-	200.00
IMICL	-	-	200.00	-	-	-	200.00
RIPL	-	-	-	-	75.00	-	75.00
OTHERS	-	-	58.56	-	-	-	58.56
	-	-	458.56	-	75.00	-	533.56
Short-term Borrowings							
NKEL	-	25.15	-	-	-	-	25.15
OTHERS	0.83	3.00	3.00	-	-	-	6.83
	0.83	28.15	3.00	-	-	-	31.98
Mobilisation Advance paid							
EMSL	-	1.75	-	-	-	-	1.75
ITL	-	-	4.00	-	-	-	4.00
	-	1.75	4.00	-	-	-	5.75
Mobilisation Advances Received (Long-term)							
IRIDCL	-	57.90	-	-	-	-	57.90
KNCEL	-	18.98	-	-	-	-	18.98
SSTL	-	77.58	-	-	-	-	77.58
OTHERS	-	6.76	-	-	-	-	6.76
	-	161.22	-	-	-	-	161.22
Mobilisation Advances Received (Short-term)							
BAEL	-	59.52	-	-	-	-	59.52
KNCEL	-	28.62	-	-	-	-	28.62
OTHERS	-	4.69	-	-	8.03	-	12.72
	-	92.83	-	-	8.03	-	100.86
Allowance for losses on loans							
HREL	-	270.38	-	-	-	-	270.38
JRPICL	-	259.13	-	-	-	-	259.13
MPBCDCL	-	224.78	-	-	-	-	224.78
SBHL	-	139.45	-	-	-	-	139.45
TRDCL	-	-	-	-	145.94	-	145.94
OTHERS	-	211.63	-	-	8.65	-	220.28
	-	1,105.37	-	-	154.59	-	1,259.96
Allowance for losses on debts							
CNTL	-	128.98	-	-	-	-	128.98
MPBCDCL	-	222.70	-	-	-	-	222.70
OTHERS	-	93.16	18.36	-	29.67	-	141.19
	-	444.84	18.36	-	29.67	-	492.87
Excess Brand subscription fees Recoverable							
ILFS	55.65	-	-	-	-	-	55.65
	55.65	-	-	-	-	-	55.65
Excess remuneration recoverable from Directors							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	16.99	16.99
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	-	-	9.65	9.65
	-	-	-	-	-	26.64	26.64
Rent Deposit							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.10	0.10
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.05	0.05
	-	-	-	-	-	0.15	0.15



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (i) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Retention Money Payable							
ELSAIND	-	1.03	-	-	-	-	1.03
EMSL	-	4.24	-	-	-	-	4.24
ITL	-	-	1.55	-	-	-	1.55
OTHERS	-	0.78	0.03	-	-	-	0.81
	-	6.05	1.58	-	-	-	7.63
Retention Money Receivable							
CNTL	-	96.19	-	-	-	-	96.19
JSEL	-	-	-	-	40.68	-	40.68
KSEL	-	71.75	-	-	-	-	71.75
PSRDCL	-	48.68	-	-	-	-	48.68
SBHL	-	36.20	-	-	-	-	36.20
OTHERS	-	6.67	-	-	-	-	6.67
	-	259.49	-	-	40.68	-	300.17
Trade Receivables							
CNTL	-	475.49	-	-	-	-	475.49
KSEL	-	364.51	-	-	-	-	364.51
MPBCDCL	-	275.56	-	-	-	-	275.56
SSTL	-	296.57	-	-	-	-	296.57
FSEL	-	307.52	-	-	-	-	307.52
OTHERS	-	900.97	19.74	0.12	97.73	-	1,018.56
	-	2,620.62	19.74	0.12	97.73	-	2,738.21
Unbilled Revenue							
JSEL	-	-	-	-	167.29	-	167.29
KNCEL	-	120.41	-	-	-	-	120.41
RMGSL	-	49.32	-	-	-	-	49.32
OTHERS	-	61.74	-	-	0.53	-	62.27
	-	231.47	-	-	167.82	-	399.29
Unearned Revenue							
BAEL	-	48.38	-	-	-	-	48.38
MBEL	-	78.95	-	-	-	-	78.95
MPBCDCL	-	68.77	-	-	-	-	68.77
OTHERS	-	33.56	-	-	-	-	33.56
	-	229.66	-	-	-	-	229.66
Provision for diminution in value of Investments							
NTBCL	-	-	-	106.39	-	-	106.39
CNTL	-	262.03	-	-	-	-	262.03
OTHERS	-	61.41	-	-	6.89	-	68.30
	-	323.44	-	106.39	6.89	-	436.72
Dividend receivable							
IRIT	-	-	-	-	-	-	-
Allowance for doubtful advances							
IO2PL	-	14.00	-	-	-	-	14.00
IAL	-	-	23.46	-	-	-	23.46
OTHERS	-	2.70	-	-	0.01	-	2.71
	-	16.70	23.46	-	0.01	-	40.17
Trade payables other than MSME							
ILFS	26.92	-	-	-	-	-	26.92
EMSL	-	16.24	-	-	-	-	16.24
IFIN	-	-	24.07	-	-	-	24.07
IRL	-	68.86	-	-	-	-	68.86
OTHERS	-	3.88	0.95	-	2.39	-	7.22
	26.92	88.98	25.02	-	2.39	-	143.31
Other advances to related party							
GRICL	-	-	-	75.00	-	-	75.00
	-	-	-	75.00	-	-	75.00
Advances Recoverable							
BAEL	-	17.91	-	-	-	-	17.91



IL&S TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (i) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
KSEL	-	64.98	-	-	-	-	64.98
ELSA	-	18.52	-	-	-	-	18.52
OTHERS	0.01	50.26	6.46	0.50	4.45	-	61.68
	0.01	151.67	6.46	0.50	4.45	-	163.09
Advances recoverable considered doubtful							
IAL	-	-	22.06	-	-	-	22.06
OTHERS	-	1.40	-	-	-	-	1.40
	-	1.40	22.06	-	-	-	23.46
Investments							
IRL	-	688.17	-	-	-	-	688.17
IIPL	-	779.92	-	-	-	-	779.92
OTHERS	-	3,400.66	-	205.83	407.39	-	4,013.88
	-	4,868.75	-	205.83	407.39	-	5,481.97
Loans given - Non current							
BAEL	-	764.71	-	-	-	-	764.71
JRPICL	-	419.53	-	-	-	-	419.53
KSEL	-	321.52	-	-	-	-	321.52
MPBCDCL	-	393.00	-	-	-	-	393.00
OTHERS	-	830.88	-	-	99.38	-	930.26
	-	2,729.64	-	-	99.38	-	2,829.02
Loans given - Current							
IRIDCL	-	336.32	-	-	-	-	336.32
MBEL	-	562.36	-	-	-	-	562.36
PSRDCL	-	542.58	-	-	-	-	542.58
OTHERS	-	1,036.50	55.55	0.83	313.34	-	1,406.22
	-	2,477.76	55.55	0.83	313.34	-	2,847.48
Fair Value Adjustment of Other advances to related party							
GRICL	-	-	-	21.61	-	-	21.61
	-	-	-	21.61	-	-	21.61
Fair Valuation of Investments - Decrease							
HREL	-	136.26	-	-	-	-	136.26
JRPICL	-	259.45	-	-	-	-	259.45
PSRDCL	-	158.52	-	-	-	-	158.52
IIPL	-	285.68	-	-	-	-	285.68
OTHERS	-	316.75	-	30.00	37.84	-	384.59
	-	1,156.66	-	30.00	37.84	-	1,224.50
Transactions							
Revenue from Operations							
BAEL	-	586.32	-	-	-	-	586.32
CNTL	-	343.54	-	-	-	-	343.54
KNCEL	-	576.13	-	-	-	-	576.13
KSEL	-	555.80	-	-	-	-	555.80
RMGSL	-	510.02	-	-	-	-	510.02
OTHERS	-	672.17	-	11.34	161.78	-	845.29
	-	3,243.98	-	11.34	161.78	-	3,417.10
Miscellaneous Income							
WGEL	-	0.96	-	-	-	-	0.96
NTBCL	-	-	-	0.66	-	-	0.66
OTHERS	-	-	0.60	-	-	-	0.60
	-	0.96	0.60	0.66	-	-	2.22
Dividend							
IRIT	-	41.07	-	-	-	-	41.07
NKEL	-	12.47	-	-	-	-	12.47
NTBCL	-	-	-	7.36	-	-	7.36
OTHERS	-	-	-	4.46	-	-	4.46
	-	53.54	-	11.82	-	-	65.36
Administrative and general expenses							
ILFS *	26.81	-	-	-	-	-	26.81



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (i) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
IGFSLUK	-	-	4.15	-	-	-	4.15
IGFSL	-	-	4.03	-	-	-	4.03
OTHERS	0.31	0.15	0.82	-	-	-	1.28
	27.12	0.15	9.00	-	-	-	36.27
Brand subscription fees (Expense)							
ILFS	4.53	-	-	-	-	-	4.53
	4.53	-	-	-	-	-	4.53
Commission Charges & monitoring fees							
ILFS	21.51	-	-	-	-	-	21.51
OTHERS	-	-	0.15	-	-	-	0.15
	21.51	-	0.15	-	-	-	21.66
Construction Cost							
EMSL	-	51.46	-	-	-	-	51.46
IRL	-	320.50	-	-	-	-	320.50
	-	371.96	-	-	-	-	371.96
Finance Charges							
IFIN	-	-	30.12	-	-	-	30.12
IGFSLUK	-	-	4.54	-	-	-	4.54
OTHERS	-	-	3.14	-	-	-	3.14
	-	-	37.80	-	-	-	37.80
Interest on Loans (Expense)							
UWPCL	-	-	17.56	-	-	-	17.56
LIL	-	-	30.03	-	-	-	30.03
MLGPCL	-	-	20.11	-	-	-	20.11
OTHERS	6.37	17.29	81.19	-	2.41	-	107.26
	6.37	17.29	148.89	-	2.41	-	174.96
Borrowings							
ILFS	1,180.83	-	-	-	-	-	1,180.83
IAL	-	-	361.00	-	-	-	361.00
ICDI	-	-	575.10	-	-	-	575.10
OTHERS	-	106.00	960.50	-	200.00	-	1,266.50
	1,180.83	106.00	1,896.60	-	200.00	-	3,383.43
Profit on Sale of Investment							
IPL	-	140.93	-	-	-	-	140.93
	-	140.93	-	-	-	-	140.93
Investment made / purchased							
IRL	-	138.04	-	-	-	-	138.04
KNCEL	-	84.86	-	-	-	-	84.86
IPL	-	413.16	-	-	-	-	413.16
OTHERS	-	143.12	-	-	-	-	143.12
	-	779.18	-	-	-	-	779.18
Purchase of Investment							
ILFS	4.52	-	-	-	-	-	4.52
	4.52	-	-	-	-	-	4.52
Sale of Investment							
IPL	-	272.23	-	-	-	-	272.23
	-	272.23	-	-	-	-	272.23
Purchase of Units							
IRIT	-	0.23	-	-	-	-	0.23
	-	0.23	-	-	-	-	0.23
Redemption of Units							
IRIT	-	2.94	-	-	-	-	2.94
	-	2.94	-	-	-	-	2.94
Operating Expenses (Other than Construction Cost)							
EMSL	-	94.52	-	-	-	-	94.52
OTHERS	-	2.32	-	-	-	-	2.32



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (i) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
	-	96.84	-	-	-	-	96.84
Remuneration to director / KMP							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.94	0.94
Mr Krishna Ghag-Company Secretary	-	-	-	-	-	0.58	0.58
Mr Dilip Bhatia-Chief Financial Officer	-	-	-	-	-	1.50	1.50
	-	-	-	-	-	3.02	3.02
Rent Expense							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.34	0.34
Mr Krishna Ghag-Company Secretary	-	-	-	-	-	0.08	0.08
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.45	0.45
Mr Dilip Bhatia-Chief Financial Officer	-	-	-	-	-	0.02	0.02
	-	-	-	-	-	0.89	0.89
Repayment of Borrowings							
ILFS	1,180.00	-	-	-	-	-	1,180.00
ICDI	-	-	575.10	-	-	-	575.10
OTHERS	-	430.35	2,479.50	-	125.00	-	3,034.85
	1,180.00	430.35	3,054.60	-	125.00	-	4,789.95
Loans given							
CNTL	-	762.80	-	-	-	-	762.80
IRIDCL	-	643.85	-	-	-	-	643.85
JRPICL	-	780.62	-	-	-	-	780.62
JSEL	-	-	-	-	643.37	-	643.37
MBEL	-	956.04	-	-	-	-	956.04
PSRDCL	-	1,064.71	-	-	-	-	1,064.71
OTHERS	-	1,334.57	53.63	0.83	180.77	-	1,569.80
	-	5,542.59	53.63	0.83	824.14	-	6,421.19
Repayment of loans given							
CNTL	-	674.12	-	-	-	-	674.12
IRIDCL	-	488.90	-	-	-	-	488.90
JRPICL	-	624.65	-	-	-	-	624.65
JSEL	-	-	-	-	486.82	-	486.82
MBEL	-	502.25	-	-	-	-	502.25
PSRDCL	-	551.00	-	-	-	-	551.00
OTHERS	-	1,015.86	15.57	-	187.28	-	1,218.71
	-	3,856.78	15.57	-	674.10	-	4,546.45
Other Interest							
IFIN	-	-	2.32	-	-	-	2.32
	-	-	2.32	-	-	-	2.32
Expected Credit Loss on Other Financial Assets							
PTMCM	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
Allowance for Expected Credit losses on loans							
SBHL	-	82.74	-	-	-	-	82.74
SSTL	-	26.51	-	-	-	-	26.51
OTHERS	-	20.31	-	-	-	-	20.31
	-	129.57	-	-	-	-	129.57
Reversal of Allowance for Expected Credit losses on loans							
CNTL	-	3.87	-	-	-	-	3.87
WGEL	-	15.32	-	-	-	-	15.32
MBEL	-	3.53	-	-	-	-	3.53
OTHERS	-	1.13	-	-	0.06	-	1.19
	-	23.85	-	-	0.06	-	23.91
Allowance for Expected Credit losses on debts							
CNTL	-	51.02	-	-	-	-	51.02
WGEL	-	14.06	-	-	-	-	14.06
PTMCM	-	-	18.36	-	-	-	18.36
OTHERS	-	6.14	-	-	5.27	-	11.41
	-	71.22	18.36	-	5.27	-	94.85

IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (i) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Reversal of Allowance for Expected Credit losses on debts							
MPBCDCL	-	16.35	-	-	-	-	16.35
SSTL	-	27.28	-	-	-	-	27.28
BAEL	-	35.22	-	-	-	-	35.22
OTHERS	-	72.88	-	0.09	8.43	-	81.40
	-	151.73	-	0.09	8.43	-	160.25
Interest income on Financial Assets							
BAEL	-	159.88	-	-	-	-	159.88
OTHERS	-	397.54	2.24	-	27.55	-	427.33
	-	557.42	2.24	-	27.55	-	587.21
Guarantee Fees Income							
IO2PL	-	7.45	-	-	-	-	7.45
IO3PL	-	2.22	-	-	-	-	2.22
ELSA	-	3.93	-	-	-	-	3.93
OTHERS	-	0.11	-	-	-	-	0.11
	-	13.71	-	-	-	-	13.71
Capital Advance received							
IFIN	-	-	115.00	-	-	-	115.00
	-	-	115.00	-	-	-	115.00
Capital Advance repaid							
IFIN	-	-	115.00	-	-	-	115.00
	-	-	115.00	-	-	-	115.00
Finance Cost							
IFIN	-	-	20.50	-	-	-	20.50
IMICL	-	-	20.50	-	-	-	20.50
OTHERS	-	-	2.50	-	-	-	2.50
	-	-	43.50	-	-	-	43.50
Redemption of Debenture							
RIDCOR	-	-	-	-	32.00	-	32.00
	-	-	-	-	32.00	-	32.00
Reversal of Expected credit losses on other financial assets							
GRICL	-	-	-	5.79	-	-	5.79
APEL	-	7.18	-	-	-	-	7.18
OTHERS	-	1.00	-	-	-	-	1.00
	-	8.18	-	5.79	-	-	13.97
Allowance for doubtful advances							
IAL	-	-	1.40	-	-	-	1.40
IO2PL	-	7.16	-	-	-	-	7.16
OTHERS	-	-	-	-	-	-	-
	-	7.16	1.40	-	-	-	8.56
Reversal of Allowance for doubtful advances							
VNIL	-	0.02	-	-	-	-	0.02
PTMCM	-	-	18.36	-	-	-	18.36
	-	0.02	18.36	-	-	-	18.37
Provision for diminution in value of Investments							
NTBCL	-	-	-	54.95	-	-	54.95
IRL	-	10.20	-	-	-	-	10.20
	-	10.20	-	54.95	-	-	65.14
Reversal of Provision for diminution in value of Investments							
GPFL	-	0.05	-	-	-	-	0.05
	-	0.05	-	-	-	-	0.05
Reduction of Investments as per Court's Scheme							
APEL	-	83.00	-	-	-	-	83.00
	-	83.00	-	-	-	-	83.00
Conversion of Investments Into Loans as per Court's Scheme							
APEL	-	137.00	-	-	-	-	137.00



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(i) Current Year

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (i) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
	-	137.00	-	-	-	-	137.00
Dividend Paid							
ILFS	47.32	-	-	-	-	-	47.32
IFSL	-	0.85	-	-	-	-	0.85
	47.32	0.85	-	-	-	-	48.17

Footnote : - * Includes Deputation cost of Rs 6.10 Crores charged by Holding Company "IL&FS"

Mr K Ramchand-Managing Director 3.68

Mr Mukund Sapre-Executive Director 2.42

6.10



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

(ii) Previous Year - March 2016

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

Nature of Relationship	Name of Entity	Abbreviation used	
Holding Company	Infrastructure Leasing & Financial Services Limited	ILFS	
Subsidiaries - Direct	Amravati Chikhli Expressway Ltd (Incorporated on August 25, 2015)	ACEL	
	Badapur Tollway Operations Management Limited	BTOML	
	Baleshwar Kharagpur Expressway Limited	BKEL	
	Barwa Adda Expressway Limited	BAEL	
	Charminar RoboPark Limited	CRL	
	Chenani Nashri Tunnelway Limited	CNTL	
	East Hyderabad Expressway Limited	EHEL	
	Fagne Songadh Expressway Ltd (Incorporated on August 25, 2015)	FSEL	
	Futureage Infrastructure India Limited	FIIL	
	GIFT Parking Facilities Limited	GPFL	
	GRICL Rail Bridge Development Company Limited. (from March 31, 2016)	GRBDCL	
	Hazaribagh Ranchi Expressway Limited	HREL	
	IL&FS Rail Limited	IRL	
	ITNL International Pte Ltd.	IIPL	
	ITNL Offshore Pte Ltd.	IOPL	
	ITNL Offshore Three Pte Ltd	IO3PL	
	ITNL Offshore Two Pte Ltd	IO2PL	
	ITNL Road Infrastructure Development Company Limited	IRIDCL	
	Jharkhand Infrastructure Implementation Company Limited	JIICL	
	Jharkhand Road Projects Implementation Company Limited	JRPICL	
	Karyavattom Sports Facilities Limited	KSFL	
	Khed Sinnar Expressway Limited	KSEL	
	Kiratpur Ner Chowk Expressway Limited	KNCEL	
	Moradabad Bareilly Expressway Limited	MBEL	
	MP Border Checkposts Development Company Limited	MPBCDCL	
	Pune Sholapur Road Development Company Limited	PSRDCL	
	Rajasthan Land Holdings Limited (from March 31, 2016)	RLHL	
	Scheme of ITNL Road Investment Trust	IRIT	
	Sikar Bikaner Highways Limited	SBHL	
	Vansh Nimay Infraprojects Limited	VNIL	
	West Gujarat Expressway Limited	WGEL	
	Subsidiaries - Indirect	Alcantarilla Fotovoltaica SA, Sociedad Unipersonal	
		Andhra Pradesh Expressway Limited	APEL
		Area De Servicio Coiros S.L.U.	
		Area De Servicio Punta Umbria S.L.U.	
		Atenea Seguridad Y Medico Ambiente S.A.	
		Beasolarta S.L.	
		Chattisgarh Highways Development Company Limited	CHDCL
		Chirayu Kath Real Estate Private Limited (from March 31, 2016)	
		CIESM-INTEVIA S.A. Sociedad Unipersonal	
		Conservacion de Infraestructuras De Mexico SA DE CV	
		Control 7, S. A	
		Devika Buildestate Private Limited (from March 31, 2016)	
Elsamex Colombia SAS			
Elsamex Construcao E Manutencao LTDA, Brazil			
Elsamex India Private Limited		ELSAIND	
Elsamex Internacional, S.L, Sociedad Unipersonal			
Elsamex Maintenance Services Limited		EMSL	
Elsamex Portugal-Engenharia E Sistemas De Gestao, S.A		EPE	
Elsamex S.A. LLC USA			
Elsamex S.A..		ELSA	
ESM Mantenimiento Integral DE S.A DE C.V			
Flamingo Landbase Private Limited (from March 31, 2016)			
Grusamar Albania SHPK			
Grusamar Engenharia & Consultoria Brasil LTDA			
Grusamar India Limited		GIL	
Grusamar Ingenieria Y Consulting Colombia SAS			
Grusamar Ingenieria Y Consulting, SL Sociedad Unipersonal			
IIPL USA LLC			
Inteval Gestao Integral Rodoviaria, S.A			
ITNL Africa Projects Limited		IAPL	
ITNL International Developer LLC (Company is subsidiary of ITNL International Pte Limited through Board Control)			
ITNL International DMCC, Dubai (Formerly known as ITNL International JLT, Dubai)		IIULT	



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

(ii) Previous Year - March 2016

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

Nature of Relationship	Name of Entity	Abbreviation used	
Subsidiaries - Indirect	Mantenimiento Y Conservacion De Vialidades, S.A. de C.V.		
	North Karnataka Expressway Limited	NKEL	
	Park Line LLC		
	Rapid MetroRail Gurgaon Limited	RMGL	
	Rapid MetroRail Gurgaon South Limited	RMGSL	
	Senalizacion Viales E Imagen, S.V.		
	Sharjah General Services Company LLC		
	Srinagar Sonmarg Tunnelway Limited	SSTL	
	Yala Construction Company Private Limited	YCCPL	
	Fellow Subsidiaries (Only with whom there have been transaction during the year/ there was balance outstanding at the year end)	Apptex Marketing Services & Solutions Limited	APMSSL
Bhopal E-Governance Limited		B EGL	
Gujarat Integrated Maritime Complex Private Limited		GIMCL	
IL&FS Airport Limited		I AL	
IL&FS Capital Advisors Ltd.		I CAL	
IL&FS Cluster Development Initiative Limited		I CDI	
IL&FS Education & Technology Services Limited		I ETS	
IL&FS Energy Development Company Limited		I EDCL	
IL&FS Environment Infrastructure & Services Limited		I EISL	
IL&FS Financial Services Limited		I FIN	
IL&FS Global Financial Services (UK) Ltd.		I GFSLUK	
IL&FS Global Financial Services Pte. Ltd.		I GFSL	
IL&FS Maritime Infrastructure Company Limited		I MICL	
IL&FS Renewable Energy Limited		I REL	
IL&FS Securities Services Limited		I SSL	
IL&FS Skills Development Corporation Limited		I SDCL	
IL&FS Technologies Ltd.		I TL	
IL&FS Township & Urban Assets Limited		I TUAL	
IL&FS Trust Company Limited		I TCL	
IL&FS Water Limited		I WL	
IL&FS Wind Power Limited		I WPL	
Kanak Resources Management Limited		K RML	
Livia India Limited		L IL	
Mota Layja Gas Power Company Limited		M LGPCL	
PT Mantimin Coal Mining		P TMCM	
Rohtas Bio Energy Limited		R BEL	
Sabarmati Capital One Limited		S COL	
Skill Training Assessment Management Partners Limited		S TAMP	
Tierra Enviro Limited		T EL	
Unique Waste Processing Company Limited		U WPCL	
Associates		ITNL Toll Management Services Limited	I TMSL
		Gujarat Road and Infrastructure Company Limited	G RICL
		CGI 8 S.A.	C GI-8
	Elsamex Infrastructure Company WLL	E ICWLL	
	Elsamex Road Technology Company Limited	E RT(China)	
	Noida Toll Bridge Company Limited	N TBCL	
	Geotecnia y Control De Qualitat, S.A.		
	Consorcio De Obras Civiles, Conciviles, S.R.L		
	Vias Y Construcciones, Viacon, S. R. L.		
	Ramky Elsamex Ring Road Limited, Hyderabad	R EHRR	
	Sociedad Concesionaria Autovía A-4 Madrid S.A	A4 CONCESSION	
	VCS-Enterprises Limited (upto February 18, 2016)	V CS	
	Joint Ventures	Jorabat Shillong Expressway Limited	J SEL
		N.A.M. Expressway Limited	N A MEL
Jharkhand Accelerated Road Development Company Limited		J ARDCL	
Chongqing Yuhe Expressway Co. Ltd. (held through subsidiary)			
Thiruvananthapuram Road Development Company Limited		T RDCL	
Warora Chandrapur Ballarpur Toll Road Limited		W CBTRL	
Road Infrastructure Development Company of Rajasthan Limited		R IDCOR	
Elsamex - ITNL JVCA		E IJVCA	
Key Management Personnel ("KMP")		Mr K Ramchand-Managing Director	
		Mr Mukund Sapre-Executive Director	
	Mr George Cherian-Chief Financial Officer (upto December 31 2015)		
	Mr Dilip Bhatia - Chief Financial Officer (from January 01, 2016)		
	Mr Krishna Ghag-Company Secretary		
Relatives of KMP	Mrs Rita Ramchand (wife of Mr K Ramchand)		
	Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)		
	Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)		



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(ii) Previous Year - March 2016

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (ii) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Balances							
Equity share Capital							
ILFS	236.58	-	-	-	-	-	236.58
OTHERS	-	-	4.27	-	-	-	4.27
	236.58	-	4.27	-	-	-	240.85
Interest accrued but not due on borrowings							
ILFS	13.58	-	-	-	-	-	13.58
NKEL	-	11.44	-	-	-	-	11.44
TEL	-	-	5.48	-	-	-	5.48
UWPCL	-	-	6.13	-	-	-	6.13
LIL	-	-	7.01	-	-	-	7.01
OTHERS	-	0.25	8.01	-	-	-	8.26
	13.58	11.69	26.63	-	-	-	51.90
Long-term Borrowings							
RMGSL	-	270.00	-	-	-	-	270.00
TEL	-	-	150.00	-	-	-	150.00
SCOL	-	-	157.00	-	-	-	157.00
MLGPCL	-	-	200.00	-	-	-	200.00
OTHERS	-	3.00	453.56	-	-	-	456.56
	-	273.00	960.56	-	-	-	1,233.56
Short-term Borrowings							
NKEL	-	79.50	-	-	-	-	79.50
UWPCL	-	-	200.00	-	-	-	200.00
LIL	-	-	276.00	-	-	-	276.00
BEGL	-	-	75.00	-	-	-	75.00
KRML	-	-	77.00	-	-	-	77.00
OTHERS	-	-	26.00	-	-	-	26.00
	-	79.50	654.00	-	-	-	733.50
Mobilisation Advance paid							
ITL	-	-	4.00	-	-	-	4.00
	-	-	4.00	-	-	-	4.00
Mobilisation Advances Received (Long-term)							
IRIDCL	-	57.95	-	-	-	-	57.95
KNCEL	-	24.75	-	-	-	-	24.75
SSTL	-	77.58	-	-	-	-	77.58
OTHERS	-	16.80	-	-	-	-	16.80
	-	177.08	-	-	-	-	177.08
Mobilisation Advances Received (Short-term)							
BAEL	-	76.90	-	-	-	-	76.90
CNTL	-	32.67	-	-	-	-	32.67
KNCEL	-	70.02	-	-	-	-	70.02
OTHERS	-	10.48	-	-	10.44	-	20.92
	-	190.07	-	-	10.44	-	200.51
Payable against property							
SCOL	-	-	5.41	-	-	-	5.41
	-	-	5.41	-	-	-	5.41
Provision for Doubtful Assets							
IAL	-	-	-	-	-	-	-
VNIL	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
Provision for diminution in value of investments							
CNTL	-	262.03	-	-	-	-	262.03
OTHERS	-	51.26	-	51.44	6.89	-	109.59
	-	313.29	-	51.44	6.89	-	371.62
Allowance for doubtful advances							
IO2PL	-	6.84	-	-	-	-	6.84
IAL	-	-	22.06	-	-	-	22.06



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(II) Previous Year - March 2016

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (ii) (a) above)

Particulars	₹ in crore						Total
	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	
PTMCM	-	-	18.36	-	-	-	18.36
OTHERS	-	2.72	-	-	0.01	-	2.73
	-	9.56	40.42	-	0.01	-	49.99
Excess Brand subscription fees Recoverable							
ILFS	44.44	-	-	-	-	-	44.44
	44.44	-	-	-	-	-	44.44
Excess remuneration recoverable from Directors							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	13.27	13.27
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	-	-	7.62	7.62
	-	-	-	-	-	20.90	20.90
Purchase of Investments							
GRICL	-	-	-	0.05	-	-	0.05
	-	-	-	0.05	-	-	0.05
Purchase of Property							
SCOL	-	-	6.79	-	-	-	6.79
	-	-	6.79	-	-	-	6.79
Other Advances to related party							
GRICL	-	-	-	75.00	-	-	75.00
OTHERS	-	-	-	-	0.01	-	0.01
	-	-	-	75.00	0.01	-	75.01
Fair Value of other advances to related party							
GRICL	-	-	-	27.40	-	-	27.40
	-	-	-	27.40	-	-	27.40
Rent Deposit							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.10	0.10
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.05	0.05
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.05	0.05
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	0.05	0.05
Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	-	-	-	-	-	2.00	2.00
	-	-	-	-	-	2.25	2.25
Retention Money Payable							
ELSAIND	-	1.03	-	-	-	-	1.03
EMSL	-	2.48	-	-	-	-	2.48
ITL	-	-	1.55	-	-	-	1.55
OTHERS	-	0.78	0.03	-	-	-	0.81
	-	4.29	1.58	-	-	-	5.87
Retention Money Receivable							
JSEL	-	-	-	-	39.29	-	39.29
KSEL	-	51.75	-	-	-	-	51.75
PSRDCL	-	48.54	-	-	-	-	48.54
SBHL	-	35.07	-	-	-	-	35.07
OTHERS	-	6.66	-	-	-	-	6.66
	-	142.02	-	-	39.29	-	181.31
Trade Receivables							
BAEL	-	643.47	-	-	-	-	643.47
KSEL	-	722.07	-	-	-	-	722.07
OTHERS	-	2,448.74	0.01	3.24	232.00	-	2,683.99
	-	3,814.28	0.01	3.24	232.00	-	4,049.53
Unamortised borrowing costs							
ILFS	0.49	-	-	-	-	-	0.49
IFIN	-	-	52.21	-	-	-	52.21
	0.49	-	52.21	-	-	-	52.70
Unbilled Revenue							
CNTL	-	218.25	-	-	-	-	218.25
JSEL	-	-	-	-	94.24	-	94.24



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(ii) Previous Year - March 2016

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (ii) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
KNCEL	-	55.37	-	-	-	-	55.37
RMGSL	-	58.23	-	-	-	-	58.23
OTHERS	-	55.64	-	-	0.53	-	56.17
	-	387.49	-	-	94.77	-	482.26
Unearned Revenue							
IRIDCL	-	22.65	-	-	-	-	22.65
MBEL	-	81.81	-	-	-	-	81.81
MPBCDCL	-	67.15	-	-	-	-	67.15
OTHERS	-	36.60	-	-	-	-	36.60
	-	208.21	-	-	-	-	208.21
Allowance for Expected Credit Losses on Loans							
HREL	-	270.38	-	-	-	-	270.38
JRPICL	-	259.13	-	-	-	-	259.13
MPBCDCL	-	224.78	-	-	-	-	224.78
TRDCL	-	-	-	-	145.94	-	145.94
OTHERS	-	245.35	0.02	-	8.71	-	254.08
	-	999.64	0.02	-	154.65	-	1,154.31
Allowance for Expected Credit Losses on Debtors							
CNTL	-	77.96	-	-	-	-	77.96
MPBCDCL	-	239.06	-	-	-	-	239.06
OTHERS	-	208.39	-	0.09	32.82	-	241.30
	-	525.40	-	0.09	32.82	-	558.31
Fair Valuation of Investments - Decrease							
JRPICL	-	259.45	-	-	-	-	259.45
IPL	-	285.68	-	-	-	-	285.68
PSRDCL	-	158.52	-	-	-	-	158.52
OTHERS	-	593.18	-	30.00	37.84	-	661.02
	-	1,296.83	-	30.00	37.84	-	1,364.67
Investments							
IRL	-	550.14	-	-	-	-	550.14
OTHERS	-	3,948.51	-	209.30	407.39	-	4,565.20
	-	4,498.65	-	209.30	407.39	-	5,115.34
Advances Recoverable							
ILFS	0.01	-	-	-	-	-	0.01
IAL	-	-	27.27	-	-	-	27.27
KSEL	-	17.18	-	-	-	-	17.18
PSRDCL	-	21.20	-	-	-	-	21.20
PTMCM	-	-	18.36	-	-	-	18.36
OTHERS	-	49.80	0.25	0.30	8.96	-	59.31
	0.01	88.18	45.88	0.30	8.96	-	143.33
Trade Payables other than MSME							
EMSL	-	29.41	-	-	-	-	29.41
ILFS	8.23	-	-	-	-	-	8.23
IFIN	-	-	25.48	-	-	-	25.48
IRL	-	157.39	-	-	-	-	157.39
OTHERS	-	3.60	12.59	-	2.39	-	18.58
	8.23	186.45	37.61	-	2.39	-	234.67
Loans given - Non current							
BAEL	-	471.41	-	-	-	-	471.41
JRPICL	-	264.97	-	-	-	-	264.97
KSEL	-	282.94	-	-	-	-	282.94
MPBCDCL	-	298.07	-	-	-	-	298.07
OTHERS	-	573.94	-	-	34.35	-	608.29
	-	1,891.33	-	-	34.35	-	1,925.68
Loans given - Current							
CNTL	-	205.67	-	-	-	-	205.67
HREL	-	348.33	-	-	-	-	348.33
IRIDCL	-	174.42	-	-	-	-	174.42



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(ii) Previous Year - March 2016

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (ii) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
OTHERS	-	576.04	17.43	-	216.39	-	809.86
	-	1,304.46	17.43	-	216.39	-	1,538.28
Transactions							
Revenue from Operations							
BAEL	-	574.29	-	-	-	-	574.29
CNTL	-	718.61	-	-	-	-	718.61
KSEL	-	653.08	-	-	-	-	653.08
RMGSL	-	635.36	-	-	-	-	635.36
OTHERS	-	1,834.16	-	10.06	100.67	-	1,944.89
	-	4,415.50	-	10.06	100.67	-	4,526.23
Interest Income							
HREL	-	46.23	-	-	-	-	46.23
MPBCDCL	-	40.41	-	-	-	-	40.41
OTHERS	-	261.30	2.07	-	33.36	-	296.73
	-	347.94	2.07	-	33.36	-	383.37
Miscellaneous Income							
CNTL	-	9.66	-	-	-	-	9.66
IO2PL	-	7.58	-	-	-	-	7.58
BKEL	-	12.78	-	-	-	-	12.78
OTHERS	-	5.33	-	0.69	2.95	-	8.97
	-	35.35	-	0.69	2.95	-	38.99
Profit on Sale of Investment							
ILFS	141.82	-	-	-	-	-	141.82
	141.82	-	-	-	-	-	141.82
Finance Charges							
IFIN	-	-	29.36	-	-	-	31.03
OTHERS	-	-	0.16	-	-	-	0.16
	-	-	31.19	-	-	-	31.19
Administrative and general expenses							
ILFS*	18.44	-	-	-	-	-	18.58
OTHERS	-	-	0.11	-	-	-	0.11
	18.58	-	0.11	-	-	-	18.69
Brand subscription fees (Expense)							
ILFS	3.07	-	-	-	-	-	27.43
	27.43	-	-	-	-	-	27.43
Commission Charges							
ILFS	3.75	-	-	-	-	-	3.75
	3.75	-	-	-	-	-	3.75
Construction Cost							
IRL	-	346.69	-	-	-	-	346.69
OTHERS	-	19.92	4.89	-	-	-	24.81
	-	366.61	4.89	-	-	-	371.50
Operating Expenses (Other than Construction Cost)							
EMSL	-	136.27	-	-	-	-	153.45
OTHERS	-	0.63	-	-	-	-	0.63
	-	154.08	-	-	-	-	154.08
Corporate Social Responsibility Expenses							
IETS	-	-	3.09	-	-	-	3.09
ISDC	-	-	1.08	-	-	-	1.08
	-	-	4.17	-	-	-	4.17
Provision for diminution in value of investments							
CNTL	-	262.03	-	-	-	-	262.03
OTHERS	-	51.26	-	51.44	6.89	-	109.59
	-	313.29	-	51.44	6.89	-	371.62



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(ii) Previous Year - March 2016

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (ii) (a) above)

Particulars	₹ in crore						
	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Allowance for doubtful advances							
IAL	-	-	22.06	-	-	-	22.06
PTMCM	-	-	18.36	-	-	-	18.36
IO2PL	-	6.84	-	-	-	-	6.84
VNIL	-	-0.46	-	-	-	-	-0.46
	-	6.38	40.42	-	-	-	46.80
Legal /consultation & Professional fees							
ICAL	-	-	1.14	-	-	-	1.14
IGFSL	-	-	3.50	-	-	-	3.50
IGFSLUK	-	-	3.53	-	-	-	3.53
OTHERS	-	-	1.36	-	-	-	1.36
	-	-	9.53	-	-	-	9.53
Borrowings							
ILFS	2,153.75	-	-	-	-	-	2,153.75
RMGSL	-	645.00	-	-	-	-	645.00
OTHERS	-	510.50	2,577.50	-	-	-	3,088.00
	2,153.75	1,155.50	2,577.50	-	-	-	5,886.75
Repayment of Borrowings							
ILFS	2,153.75	-	-	-	-	-	2,153.75
OTHERS	-	1,028.00	1,416.50	-	-	-	2,444.50
	2,153.75	1,028.00	1,416.50	-	-	-	4,598.25
Interest on Loans (Expense)							
ILFS	71.87	-	-	-	-	-	71.87
GIMCL	-	-	15.27	-	-	-	15.27
OTHERS	-	13.47	47.53	-	-	-	61.00
	71.87	13.47	62.80	-	-	-	148.14
Investment made / purchased							
IRL	-	164.85	-	-	-	-	164.85
KNCEL	-	95.20	-	-	-	-	95.20
RMGSL	-	68.11	-	-	-	-	68.11
OTHERS	-	103.67	-	-	-	-	103.67
	-	431.83	-	-	-	-	431.83
Conversion of Loan given to Investment in Equity Shares							
KSEL	-	144.19	-	-	-	-	144.19
	-	144.19	-	-	-	-	144.19
Sale of Investment							
ILFS	202.60	-	-	-	-	-	202.60
	202.60	-	-	-	-	-	202.60
Remuneration to director / KMP							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.72	0.72
Mr Krishna Ghag-Company Secretary	-	-	-	-	-	0.75	0.75
Mr Dilip Bhatia-Chief Financial Officer	-	-	-	-	-	0.33	0.33
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.72	0.72
Mr George Cherian-Chief Financial Officer (upto December 31, 2015)	-	-	-	-	-	1.90	1.90
	-	-	-	-	-	4.42	4.42
Rent Expense							
Mr K Ramchand-Managing Director	-	-	-	-	-	0.32	0.32
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.41	0.41
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	0.16	0.16
Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	-	-	-	-	-	0.01	0.01
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.16	0.16
	-	-	-	-	-	1.06	1.06
Loans given							
CNTL	-	386.00	-	-	-	-	386.00
JRPICL	-	640.31	-	-	-	-	640.31
OTHERS	-	2,074.46	-	-	313.60	-	2,388.06
	-	3,100.77	-	-	313.60	-	3,414.37



IL&FS TRANSPORTATION NETWORKS LIMITED							
Notes forming part of the recast financial statements for the year ended March 31, 2017							
Note 36 A: Related Party Disclosures							
Related Party Disclosures (contd.)							
(ii) Previous Year - March 2016							
(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (ii) (a) above)							
₹ in crore							
Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Repayment of loans given							
CNTL	-	323.44	-	-	-	-	323.44
JRPICL	-	699.76	-	-	-	-	699.76
JSEL	-	-	-	-	358.22	-	358.22
MBEL	-	710.00	-	-	-	-	710.00
PSRDCL	-	390.00	-	-	-	-	390.00
OTHERS	-	317.86	-	-	18.75	-	336.61
	-	2,441.06	-	-	376.97	-	2,818.03
Expected Credit loss on Loans							
VNIL	-	14.50	-	-	-	-	14.50
SBHL	-	26.89	-	-	-	-	26.89
WGEL	-	13.45	-	-	-	-	13.45
OTHERS	-	22.93	-	-	-	-	22.93
	-	77.77	-	-	-	-	77.77
Reversal of Expected Credit loss on Loans							
JRPICL	-	59.45	-	-	-	-	59.45
PSRDCL	-	26.06	-	-	-	-	26.06
OTHERS	-	3.70	0.15	-	0.03	-	3.88
	-	89.21	0.15	-	0.03	-	89.39
Expected Credit loss on Receivables							
CNTL	-	76.80	-	-	-	-	76.80
MPBCDCL	-	18.99	-	-	-	-	18.99
FSEL	-	17.08	-	-	-	-	17.08
ACEL	-	22.20	-	-	-	-	22.20
OTHERS	-	27.17	-	-	2.61	-	29.78
	-	162.24	-	-	2.61	-	164.85
Reversal of Expected Credit loss on Receivables							
IRIDCL	-	30.12	-	-	-	-	30.12
JSEL	-	-	-	-	14.39	-	14.39
KSEL	-	33.96	-	-	-	-	33.96
MBEL	-	18.22	-	-	-	-	18.22
JRICL	-	13.50	-	-	-	-	13.50
OTHERS	-	11.78	-	0.01	2.64	-	14.43
	-	107.58	-	0.01	17.03	-	124.61
Reversal of Expected credit losses on other financial assets							
GRICL	-	-	-	5.16	-	-	5.16
APEL	-	8.74	-	-	-	-	8.74
OTHERS	-	1.00	5.26	-	-	-	6.26
	-	9.74	5.26	5.16	-	-	20.16
Dividend Paid							
ILFS	68.58	-	-	-	-	-	68.58
IFIN	-	-	1.28	-	-	-	1.28
	68.58	-	1.28	-	-	-	69.86
Issue of Equity Shares on Right Basis (Including Premium)							
ILFS	586.19	-	-	-	-	-	586.19
IFIN	-	-	9.60	-	-	-	9.60
	586.19	-	9.60	-	-	-	595.79

Footnote :- * Includes Deputation cost of Rs 5.50 Crores charged by Holding Company "IL&FS"

Mr K Ramchand-Managing Director	3.38
Mr Mukund Sapre-Executive Director	2.12
	<u>5.50</u>



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

(iii) Preceding Previous Year - March 2015

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

Nature of Relationship	Name of Entity	Abbreviation used	
Holding Company	Infrastructure Leasing & Financial Services Limited	ILFS	
Subsidiaries - Direct	Badarpur Tollway Operations Management Limited	BTOML	
	Baleshwar Kharagpur Expressway Limited	BKEL	
	Barwa Adda Expressway Limited	BAEL	
	Charminar RoboPark Limited	CRL	
	Chenani Nashri Tunnelway Limited	CNTL	
	East Hyderabad Expressway Limited	EHEL	
	Elsamex S.A	ELSA	
	Futureage Infrastructure India Linited	FIIL	
	GIFT Parking Facilities Limited	GPFL	
	Hazaribagh Ranchi Expressway Limited	HREL	
	IL&FS Rail Limited	IRL	
	ITNL International Pte Ltd, Singapore	I IPL	
	ITNL Offshore Pte Ltd, Singapore	IOPL	
	ITNL Offshore Three Pte Ltd, Singapore	IOP2L	
	ITNL Offshore Two Pte Ltd, Singapore	IOP3L	
	ITNL Road Infrastructure Development Company Limited	IRIDCL	
	ITNL Road Investment Trust	IRIT	
	Jharkhand Road Projects Implementation Company Limited	JRPICL	
	Karyavattom Sports Facilities Limited	KSFL	
	Khed Sinnar Expressway Limited	KSEL	
	Kiratpur Ner Chowk Expressway Limited	KNCEL	
	Moradabad Bareilly Expressway Limited	MBEL	
	MP Border Checkposts Development Company Limited	MPBCDCL	
	Pune Sholapur Road Development Company Limited	PSRDCL	
	Sikar Bikaner Highways Limited	SBHL	
	Vansh Nimay Infraprojects Limited	VNIL	
	West Gujarat Expressway Limited	WGEL	
	Subsidiaries - Indirect	North Karnataka Expressway Limited	NKEL
		Andhra Pradesh Expressway Limited	APEL
		Alcantarilla Fotovoltaica SA, Sociedad Unipersonal	
		Antenea Seguridad Y Medico Ambiente SA	
		Area De Servicio Punta Umbria SL	
Area De Servicio Coiros S.L.			
Beasolarta S.L.			
CIESM-INTEVIA S.A. Sociedad Unipersonal			
Conservacion de Infraestructuras De Mexico SD DE CV			
Chattisgarh Highways Development Company Limited		CHDCL	
Srinagar Sonmarg Tunnelway Limited (since June 3, 2014)		SSTL	
Control 7, S. A			
Elsamex India Private Limited		ELSAIND	
Elsamex Internacional, SLR			
Elsamex Portugal-Engenharia E Sistemas De Gestao, S.A		EPE	
Elsamex Construcao E Manutencao LTDA, Brazil			
Elsamex Brazil LTDA			
ESM Mantenimiento Integral DE S.A DE C.V			
GRICL Rail Bridge Development Company Ltd		GRBDCL	
Grusamar Albania SHPK			
Grusamar Ingenieria Y Consulting, SL (Proyectos De Gestion Sistemas Calculo Y Analisis S.A was merged)			
Grusamar India Limited		GIL	
Inteval-Gestao Integral Rodoviaria S.A			
ITNL Africa Projects Limited		IAPL	
ITNL International JLT		IJLT	
Mantenimiento Y Conservacion De Vialidades, DE C.V			
Elsamex Maintenance Services Ltd		EMSL	
Elsamex LLC			



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

(iii) Preceding Previous Year - March 2015

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

Nature of Relationship	Name of Entity	Abbreviation used
Subsidiaries - Indirect	IIPL USA LLC	
	Sharjah General Services Company LLC	
	Grusamar Engenharia & Consultoria Brasil LTDA	
	Rapid MetroRail Gurgaon Limited	RMGL
	Rapid MetroRail Gurgaon South Limited	RMGSL
	Senalizacion Viales E Imagen, SA	
	Yala Construction Company Private Limited	YCCPL
Fellow Subsidiaries (Only with whom there have been transaction during the period/ there was balance outstanding at the year end)	IL&FS Airport Limited	IAL
	IL&FS Capital Advisors Limited	ICAL
	IL&FS Education Technology Services Limited	IETS
	IL&FS Energy Development Company Limited	IEDCL
	IL&FS Environment Infrastructure Services Limited	IEISL
	IL&FS Financial Services Limited	IFIN
	IL&FS Maritime Infrastructure Company Limited	IMICL
	IL&FS Renewable Energy Limited	IREL
	IL&FS Securities Services Limited	ISSL
	IL&FS Township Urban Assets Limited	ITUAL
	IL&FS Global Financial Services (UK) Limited	IGFSUKL
	IL&FS Global Financial Services (ME) Limited	IGFSMEL
	PT Mantimin Coal Mining	PTMCM
Associates	ITNL Toll Management Services Limited	ITMSL
	Gujarat Road and Infrastructure Company Limited (Since August 08, 2014)	GRICL
	Centro de Investigaciones de Curretros Andalucía S.A.	CICAN
	Labetec Ensayos Técnicos Canarios, S.A.	LABTEC
	CGI 8 S.A.	CGI-8
	Elsamex Road Technology Company Limited	ERT(China)
	Sociedad Concesionaria Autovía A-4 Madrid S.A	A4 CONCESSION
	VCS-Enterprises Limited	VCS
	Geotecnia y Control De Qualitat, S.A.	
	Consorcio De Obras Civiles S.R.L	
	Vies Y Construcciones S. R. L.	
	Ramky Elsamex Ring Road Limited, Hyderabad	REHRR
	Emprsas Pame sa De CV	EPSD
Joint Ventures	Noida Toll Bridge Company Limited	NTBCL
	Jorabat Shillong Expressway Limited	JSEL
	N.A.M. Expressway Limited	NAMEL
	Chongqing Yuhe Expressway Co. Ltd.	
	Thiruvananthapuram Road Development Company Limited	TRDCL
	Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL
	Road Infrastructure Development Company of Rajasthan Limited	RIDCOR
	Elsamex - ITNL JVCA	EIJVCA
Key Management Personnel ("KMP")	Mr K Ramchand-Managing Director and his relatives	
	Mr Mukund Sapre-Executive Director and his relatives	
	Mr George Cherian-Chief Financial Officer	
	Mr Krishna Ghag-Company Secretary	
Relatives of KMP	Mrs Rita Ramchand (wife of Mr K Ramchand)	
	Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	
	Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	



IL&FS TRANSPORTATION NETWORKS LIMITED
Notes forming part of the recast financial statements for the year ended March 31, 2017
Note 36 A: Related Party Disclosures
Related Party Disclosures (contd.)
(III) Preceding Previous Year - March 2015
(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (iii) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
Balances							
Advance towards Application Money Long Term							
IPL	-	15.63	-	-	-	-	15.63
OTHERS	-	-	-	-	0.01	-	0.01
	-	15.63	-	-	0.01	-	15.64
Advances Recoverable							
IAL	-	-	27.07	-	-	-	27.07
PTMCM	-	-	18.36	-	-	-	18.36
OTHERS	0.06	40.19	4.21	0.31	5.28	-	50.05
	0.06	40.19	49.64	0.31	5.28	-	95.48
Allowance for Losses on Loans							
HREL	-	270.38	-	-	-	-	270.38
JRPICL	-	318.58	-	-	-	-	318.58
MPBDCL	-	224.78	-	-	-	-	224.78
TRDCL	-	-	-	-	145.94	-	145.94
OTHERS	-	182.77	0.16	-	8.74	-	191.67
	-	996.51	0.16	-	154.68	-	1,151.35
Allowance for Losses on Receivables							
MPBCDCL	-	220.07	-	-	-	-	220.07
OTHERS	-	249.51	-	1.29	47.24	-	298.04
	-	469.58	-	1.29	47.24	-	518.11
Allowance for Expected Credit Loss on Advances Recoverable							
PTMCM	-	-	5.26	-	-	-	5.26
	-	-	5.26	-	-	-	5.26
Interest Accrued and due							
MBEL	-	24.01	-	-	-	-	24.01
MPBCDCL	-	11.18	-	-	-	-	11.18
PSRDCL	-	14.38	-	-	-	-	14.38
WGEL	-	10.09	-	-	-	-	10.09
OTHERS	-	17.11	-	-	22.15	-	39.26
	-	76.77	-	-	22.15	-	98.92
Interest Accrued and not due LT							
JRPICL	-	5.47	-	-	-	-	5.47
KSEL	-	6.46	-	-	-	-	6.46
SBHL	-	7.93	-	-	-	-	7.93
TRDCL	-	-	-	-	25.09	-	25.09
OTHERS	-	4.10	-	-	-	-	4.10
	-	23.96	-	-	25.09	-	49.05
Interest Accrued and not due ST							
CNTL	-	1.36	-	-	-	-	1.36
ELSA	-	0.49	-	-	-	-	0.49
IMICL	-	-	1.19	-	-	-	1.19
WCBTRL	-	-	-	-	1.29	-	1.29
OTHERS	-	0.14	-	-	-	-	0.14
	-	1.99	1.19	-	1.29	-	4.47
Interest accrued but not due on borrowings							
NKEL	-	20.43	-	-	-	-	20.43
	-	20.43	-	-	-	-	20.43
Investments							
OTHERS	-	4,153.20	-	209.30	439.39	-	4,801.89
	-	4,153.20	-	209.30	439.39	-	4,801.89
Long-term Borrowings							
IFIN	-	-	224.28	-	-	-	224.28
IMICL	-	-	224.28	-	-	-	224.28
	-	-	448.56	-	-	-	448.56
Mobilisation Advances Received (Long-term)							
BAEL	-	88.31	-	-	-	-	88.31
CNTL	-	37.28	-	-	-	-	37.28
IRIDCL	-	59.27	-	-	-	-	59.27
KNCEL	-	66.26	-	-	-	-	66.26
OTHERS	-	12.22	-	-	2.97	-	15.19
	-	263.34	-	-	2.97	-	266.31
Mobilisation Advances Received (Short-term)							
CNTL	-	79.17	-	-	-	-	79.17
KNCEL	-	63.83	-	-	-	-	63.83



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

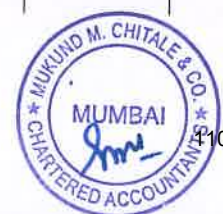
Related Party Disclosures (contd.)

(iii) Preceding Previous Year - March 2015

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (iii) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
SBHL	-	26.37	-	-	-	-	26.37
OTHERS	-	56.35	-	-	7.47	-	63.82
	-	225.72	-	-	7.47	-	233.19
Other advances to related party							
GRICL	-	-	-	75.00	-	-	75.00
	-	-	-	75.00	-	-	75.00
Other Current Liabilities							
ILFS	15.00	-	-	-	-	-	15.00
	15.00	-	-	-	-	-	15.00
Provision for Advances							
VNIL	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
Fair Valuation of Investments - Decrease							
JRPICL	-	259.45	-	-	-	-	259.45
IPL	-	285.68	-	-	-	-	285.68
HREL	-	136.26	-	-	-	-	136.26
MPBCDCL	-	110.28	-	-	-	-	110.28
PSRDCL	-	158.52	-	-	-	-	158.52
OTHERS	-	442.80	-	-	67.84	-	510.64
	-	1,392.99	-	-	67.84	-	1,460.83
Allowance for doubtful advances							
VNIL	-	0.38	-	-	-	-	0.38
IAPL	-	2.70	-	-	-	-	2.70
OTHERS	-	0.09	-	-	0.01	-	0.10
	-	3.17	-	-	0.01	-	3.18
Excess administrative expenses recoverable							
ILFS	20.08	-	-	-	-	-	20.08
	20.08	-	-	-	-	-	20.08
Excess remuneration recoverable from Directors							
Mr K Ramchand-Managing Director and his relatives	-	-	-	-	-	9.27	9.27
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	-	-	5.09	5.09
	-	-	-	-	-	14.36	14.36
Rent Deposit							
Mr Mukund Sapre-Executive Director	-	-	-	-	-	0.05	0.05
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	-	-	0.05	0.05
Mrs Vishpala Parthasarathy (wife of Mr Ravi Parthasarathy)	-	-	-	-	-	2.00	2.00
Mr K Ramchand-Managing Director	-	-	-	-	-	0.10	0.10
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	-	-	0.05	0.05
	-	-	-	-	-	2.25	2.25
Retention Money Payable							
ELSAIND	-	1.04	-	-	-	-	1.04
EMSL	-	1.36	-	-	-	-	1.36
GIYC	-	0.45	-	-	-	-	0.45
ITL	-	-	1.30	-	-	-	1.30
OTHERS	-	0.33	0.03	-	-	-	0.36
	-	3.18	1.33	-	-	-	4.51
Retention Money Receivable							
JSEL	-	-	-	-	39.29	-	39.29
KSEL	-	26.76	-	-	-	-	26.76
PSRDCL	-	42.92	-	-	-	-	42.92
SBHL	-	25.03	-	-	-	-	25.03
OTHERS	-	6.30	-	-	-	-	6.30
	-	101.01	-	-	39.29	-	140.30
Short-term Borrowings							
IRL	-	155.00	-	-	-	-	155.00
NKEL	-	70.00	-	-	-	-	70.00
	-	225.00	-	-	-	-	225.00
Loan Given - Current							
HREL	-	220.38	-	-	-	-	220.38
MBEL	-	577.26	-	-	-	-	577.26
OTHERS	-	591.61	16.75	-	409.86	-	1,018.22
	-	1,389.25	16.75	-	409.86	-	1,815.86
Loan Given - Non Current							
ELSA	-	318.58	-	-	-	-	318.58
HREL	-	213.60	-	-	-	-	213.60



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 36 A: Related Party Disclosures

Related Party Disclosures (contd.)

(iii) Preceding Previous Year - March 2015

(b) transactions/ balances with above mentioned related parties (mentioned in note 37 (iii) (a) above)

₹ in crore

Particulars	Holding Company	Subsidiaries	Fellow Subsidiaries	Associates	Joint Ventures	Key Management personnel and relatives	Total
SSTL		144.71					144.71
RIDCOR					158.60		158.60
OTHERS		325.24			111.69		436.93
		1,002.13			270.29		1,272.42
Trade Payables other than MSME							
EMSL	-	17.15	-	-	-	-	17.15
IFIN	-	-	15.26	-	-	-	15.26
IRL	-	57.01	-	-	-	-	57.01
OTHERS	5.85	4.02	8.16	-	3.96	-	21.99
	5.85	78.18	23.42	-	3.96	-	111.41
Trade Receivables							
BAEL	-	425.93	-	-	-	-	425.93
IRIDCL	-	301.49	-	-	-	-	301.49
KSEL	-	533.84	-	-	-	-	533.84
OTHERS	-	1,234.32	-	4.46	217.41	-	1,456.19
	-	2,495.58	-	4.46	217.41	-	2,717.45
Unamortised Expenses							
IFIN	-	-	37.13	-	-	-	37.13
	-	-	37.13	-	-	-	37.13
Unbilled Revenue							
HREL	-	25.56	-	-	-	-	25.56
JSEL	-	-	-	-	23.74	-	23.74
RMGSL	-	35.50	-	-	-	-	35.50
SBHL	-	20.64	-	-	-	-	20.64
OTHERS	-	13.90	-	-	0.53	-	14.43
	-	95.60	-	-	24.27	-	119.87
Unearned Revenue							
BAEL	-	30.10	-	-	-	-	30.10
CNTL	-	58.39	-	-	-	-	58.39
KSEL	-	69.52	-	-	-	-	69.52
MBEL	-	26.36	-	-	-	-	26.36
MPBCDCL	-	57.41	-	-	-	-	57.41
OTHERS	-	21.45	-	-	-	-	21.45
	-	263.23	-	-	-	-	263.23
Fair value adjustment of Other advances to related party							
GRICL	-	-	-	32.56	-	-	32.56
	-	-	-	32.56	-	-	32.56
Fair Valuation of Investments - Increase							
BAEL	-	-	-	-	-	-	-
PSRDCL	-	-	-	-	-	-	-
Equity share Capital							
ILFS	171.45	-	-	-	-	-	171.45
IFIN	-	-	3.20	-	-	-	3.20
	171.45	-	3.20	-	-	-	174.65



IL&FS TRANSPORTATION NETWORKS LIMITED

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

Note 36 B

The Securities and Exchange Board of India ("SEBI") issued a show cause notice on October 20, 2021 for alleged violation in certain cases of the provisions of the law and the Accounting Standard relating to Related Party Transactions, to the Company.

Subsequently, an order was passed by SEBI on September 15, 2022 for following violations:

1. The Company had taken approval from shareholders for construction contract worth Rs.1702 crores with RMGSL for the period FY 2013-14 to FY 2018-19 and equity investment of Rs.237 crores in RMGSL (Identified RPT contracts). However, it was held by SEBI that in FY 15-16, the transactions between the Company and RMGSL (including the transactions arising from these identified RPT contracts already approved by the shareholders) exceeded the materiality threshold of 10% and hence separate approval of the shareholders should have been obtained by the Company specifically for these transactions irrespective of the approval of the contracts as stated above.

2. It was observed by SEBI that the Company had taken loans/ deposits from the related parties which were in turn taken from IL&FS Financial Services Ltd (IFIN) on the same day or within one day or related parties had borrowed from IFIN and lent to the Company before its repayment to IFIN. In addition, there were instances of the Company borrowing funds from external parties who had in turn borrowed fund from IFIN. SEBI held that if these funds were borrowed directly from IFIN, the total transactions between the Company and IFIN for FY 2015-16 and 2017-18 (including above indirect loans) would have exceeded the materiality threshold requiring specific shareholder approval. Consequently, it was also observed that the clubbing of related party borrowings under the head "Others" in the annual reports was incorrect and the Company avoided requisite disclosure of the borrowings in the annual reports for FYs 2015-16 and FY 17-18 by routing the loans through group companies and third parties. Hence, aggregating the borrowings under 'Others' in the annual reports appear to obscure the importance of the transactions;

3. SEBI held that the RPTs undertaken by the Company prior to November 09, 2017 under the RPT Policy and RPT Framework adopted by the Board of Directors of ITNL on August 13, 2014 (and revised on May 29, 2017) were not individually approved by the audit committee prior to entering into the transaction.

Before the order was passed, the Company provided detailed and point by point response to the observations contained in the SCN and refuted all allegation of any non-compliance. The Company also provided various documentary evidences including market practices followed by large listed companies in support of its explanations and contentions.

The Securities Appellate Tribunal, on appeal filed by the Company, has granted stay on the matter till April 20, 2023. No effect of this order have been given in the Related Party Disclosures and no provision has been made for the penalty of Rs. 100 lakhs levied on the Company as it is treated as Contingent Liability.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 37 : Ind AS 101 reconciliations

Effect of Ind AS adoption on the standalone balance sheet as at March 31, 2016 and April 1, 2015

Particulars	Notes	Previous GAAP		Ind AS		Previous GAAP		Ind AS	
		As at March 31, 2016	Effect of transition to Ind AS	As at March 31, 2016	As at April 1, 2015	Effect of transition to Ind AS	As at April 1, 2015		
₹ in Crore									
ASSETS									
(1) Non-current assets									
(a) Property, Plant and Equipment		35.56	0.02	35.58	32.71	-	-	32.71	
(b) Capital Work-In-Progress		7.23	-	7.23	-	-	-	-	
(c) Investment Property Under Development		-	-	-	-	-	-	-	
(d) Intangible assets		7.12	-	7.12	9.83	0.01	-	9.84	
(e) Financial assets									
(i) Investments	a	3,732.85	(247.10)	3,485.76	3,714.12	(356.53)	-	3,357.59	
(ii) Loans	b	1,528.01	(119.54)	1,408.47	665.80	(69.68)	-	596.13	
(iii) Others	b	292.08	(27.40)	264.68	424.28	(32.55)	-	391.73	
(f) Deferred Tax Assets (net)	a to c, h	-	-	-	-	-	-	-	
(g) Non Current Tax Assets (net)	h	296.17	(0.70)	295.47	242.73	(26.33)	-	216.40	
(h) Other Non-current Assets	c	568.95	(127.60)	441.35	719.98	(90.38)	-	629.61	
(2) Current assets									
(a) Inventories		4.79	-	4.79	-	-	-	-	
(b) Financial Assets									
(i) Investments		32.00	-	32.00	-	-	-	-	
(ii) Trade receivables	b	3,871.43	(328.96)	3,542.47	2,465.71	(260.88)	-	2,204.83	
(iii) Cash and cash equivalents	d	182.95	(173.00)	9.95	186.12	(161.88)	-	24.24	
(iv) Bank balances other than (iii) above	d	-	173.00	173.00	-	161.88	-	161.88	
(v) Loans	b	1,212.58	(86.85)	1,125.73	1,467.58	(29.54)	-	1,438.03	
(vi) Other financial assets	b	623.35	-	623.35	319.81	(5.26)	-	314.55	
(c) Other Current Assets	c	429.96	(59.09)	370.87	390.28	(37.34)	-	352.94	
Total Assets		12,825.03		11,827.82	10,638.95			9,730.48	
EQUITY AND LIABILITIES									
Equity									
(a) Equity Share Capital	e	705.41	(376.45)	328.96	623.17	(376.45)	-	246.72	
(b) Other Equity	a to c, e	840.39	(1,107.61)	(267.22)	422.85	(1,000.99)	-	(578.14)	
LIABILITIES									
(1) Non-current Liabilities									
(a) Financial Liabilities									
(i) Borrowings	c, e	5,868.27	576.68	6,444.95	4,115.42	619.08	-	4,734.50	
(ii) Other Financial Liabilities (other than those specified in item (b) below)		338.05	-	338.05	255.52	-	-	255.52	
(b) Provisions	e	13.33	(10.00)	3.33	6.86	(5.01)	-	1.86	
(c) Deferred Tax Liabilities (net)	a to c, h	63.34	-	63.34	50.18	(25.57)	-	24.61	
(d) Other Non-current Liabilities		177.07	-	177.07	266.30	-	-	266.30	
(2) Current Liabilities									
(a) Financial Liabilities									
(i) Borrowings		2,173.15	-	2,173.15	1,951.41	-	-	1,951.41	
(ii) Trade Payables other than MSME		916.20	0.06	916.26	746.28	(0.01)	-	746.27	
(iii) Other Financial Liabilities (other than those specified in item (c) below)	e	1,082.69	78.86	1,161.55	1,452.62	78.86	-	1,531.48	
(b) Other Current Liabilities		453.26	-	453.26	510.57	-	-	510.57	
(c) Provisions	f, g	193.87	(158.75)	35.12	237.77	(198.39)	-	39.38	
Total Equity and Liabilities		12,825.03		11,827.82	10,638.95			9,730.48	



- a Under the previous GAAP, long term investments were measured at cost less diminution in value which is other than temporary. On the date of transition to Ind AS, certain investments in subsidiaries and associate have been measured at fair value and considered as deemed cost, which is lower than the cost resulting in decrease in carrying amount. The consequential tax effect has also been recognised. Additionally, there are changes in classification of certain investment in associate and Joint venture based on definition of control and significant influence under Ind AS as below :
- Srinagar Sonamarg Tunnelway Limited is classified as a subsidiary, which was considered as an Associate under previous GAAP.
 - Thiruvananthapuram Road Development Company Limited & Warora Chandrapur Ballarpur Toll Road Limited are classified as joint ventures, which was considered as Associates under previous GAAP.
 - Noida Toll Bridge Company Limited is classified as an associate, which was considered as a joint venture under previous GAAP.
- b Under the previous GAAP, trade receivable, loans granted, advances recoverable and advance towards capital were are disclosed at contractual value after considering impairment loss, if any. Under Ind AS, these are carried at cost less impairment, wherein the impairment is determined based on expected credit loss, capturing both cash loss as well as loss on account of time value of money, as per Ind AS 109, Financial Instruments. The consequential tax effect has also been recognised.
- c Under the previous GAAP, borrowing costs were amortised using straight line method and the unamortised borrowing costs were disclosed as other assets. Under the Ind AS, unamortised borrowing costs has been disclosed net of borrowings after calculating based on effective interest rate. The consequential tax effect has also been recognised.
- d Under the previous GAAP, restricted bank balances were disclosed under cash and cash equivalent. Under Ind AS, the same is disclosed as a separate line on the face the of balance sheet.
- e Under the previous GAAP, cumulative non-convertible compulsorily redeemable preference shares (CCRPS) were classified as part of total equity. Dividends paid on these preference shares and accrued premium on redemption were adjusted against retained earnings. However, under Ind AS, CCRPS are classified as a financial liability (borrowing). The resultant dividend, dividend tax and accrued redemption premium determined using effective Interest rate have been recognised as finance costs in statement of profit and loss.
- f Under the previous GAAP, provision for tax was included under provisions. Under Ind AS, provision for tax has been reclassified and disclosed as a to separate line item on the face of the balance sheet.
- g Under the previous GAAP, dividend on equity shares has been accrued in the financial year when the board has adopted the financial statements as an adjusting subsequent events after financials are prepared. Under Ind AS, these are accounted in the financial year when they are approved by the shareholders.
- h Under the previous GAAP, MAT credit entitlement is shown under loans and advances. Under Ind AS, the same is shown as net of deferred tax assets.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 37: Ind AS 101 reconciliations

Reconciliation between total comprehensive income and total equity previously reported (referred to as "Previous GAAP") with Ind AS is as under:

₹ in Crore

Particulars	Footnotes	P&L	Equity	
		Year ended March 31, 2016	As at April 1, 2015	As at March 31, 2016
Net profit (after tax) / Equity under previous GAAP		(56.91)	1,046.02	1,545.80
Proposed equity dividend reversed		NA	118.78	79.19
Preference share with premium classified as borrowing	a	NA	(732.32)	(723.07)
Dividend on Preference shares classified as Finance Costs	a	(99.92)	NA	NA
Adjustment for recognising revenue at fair value	b	(216.11)	NA	(216.11)
Provision for expected credit losses on trade receivables	c	153.33	(266.14)	(112.82)
Provision for expected credit losses on loans given and other financial assets	c	(38.29)	(101.21)	(149.25)
Impairment on investments		40.05	-	-
Net loss on fair value of investments in subsidiary and associates	d	-	(387.04)	(341.40)
Others	e	(4.08)	(9.51)	(18.69)
Net loss (after tax)		(221.93)	-	-
Other Comprehensive Income (after tax)		(0.13)	-	(1.91)
Total Comprehensive Loss (after tax) / Equity under Ind AS		(222.06)	(331.42)	61.74

Notes:

- Under the previous GAAP, cumulative non-convertible compulsorily redeemable preference shares (CCRPS) were classified as part of total equity. Dividends paid on these preference shares and accrued premium on redemption were adjusted against retained earnings. However, under Ind AS, CCRPS are classified as a financial liability (borrowing). The resultant dividend, dividend tax and accrued redemption premium determined using effective interest rate have been recognised as finance costs in statement of profit and loss.
- The Company has measured its revenue at fair value of consideration receivable and discounted all future receipts where it is likely to be received beyond one year.
- The Company has recorded expected credit losses ("ECL") arising out of time value of money on financial assets i.e. trade receivables, loans granted, advances recoverable and advance towards capital. As a result, ECL on the date of transition has been recognised in the opening reserves and changes thereafter have been recognised in the statement of profit and loss.
- The Company has chosen to measure certain investments in subsidiaries and associate at fair value on the transition date and considered the same as deemed cost on the said date.
- Others represents finance charges (EIR), reversal of amortisation of intangible assets and unrealised gains and losses on investments (other than investment in group companies) classified at fair value through profit and loss (FVTPL)



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 37 : Ind AS 101 reconciliations

Effect of Ind AS adoption on the statement of profit and loss for the year ended March 31,2016

₹ in Crore

Particulars	Notes	Previous GAAP	Ind AS impact	Ind AS
Revenue from Operations	A	4,620.21	(237.94)	4,382.27
Other income	B	740.05	(70.59)	669.46
Total Income		5,360.26	(308.53)	5,051.73
Expenses				
Cost of materials consumed		57.58	-	57.58
Construction costs		3,258.98	-	3,258.98
Operating expenses		231.85	-	231.85
Employee benefits expense		65.71	-	65.71
Finance costs	C	1,102.35	109.60	1,211.95
Depreciation and amortisation expense		9.53	-	9.53
Other expenses	D	561.76	(253.09)	308.67
Total expenses		5,287.77	(143.50)	5,144.27
Profit / (Loss) before tax		72.49	(165.03)	(92.54)
(1) Current tax		116.24	(25.58)	90.66
(2) Deferred tax		13.16	25.57	38.73
Total Tax		129.40	(0.01)	129.38
Profit / (Loss) for the year		(56.91)	(165.02)	(221.93)
Other Comprehensive Income				
<u>Items that may be reclassified to profit or loss</u>				
Actuarial loss on defined benefit plan		-	(1.91)	(1.91)
Effective portion of gains and losses on designated portion of hedging instruments in a cash flow hedge		-	1.78	1.78
Total Other Comprehensive Income		-	(0.13)	(0.13)
Total Comprehensive Income for the year		(56.91)	(165.15)	(222.06)

Notes :

A Revenue from operations:

The Company has measured its revenue at fair value of consideration receivable and discounted all future receipts where it is likely to be received beyond one year. Accordingly revenue is reduced by ₹ 216.11 Crore and re-grouping of insurance claim of ₹ 21.83 Crore from Revenue from Operations to Other Income.

B Other Income:

I. Decrease in Other Income of ₹ 98.02 crore represent incremental impairment charge computed based on the expected credit losses on financial assets measured at amortised cost, as required under Ind AS.

II. Increase in Other Income of ₹ 21.83 crore represent re-grouping of insurance claim of ₹ 21.83 Crore from Revenue from Operations to Other Income.

III. Increase in Other Income of ₹ 5.60 crore represents impact of changes in the fair value of investments classified at fair value through profit and loss (FVTPL)

C Finance Cost

I. As required under Ind AS, dividend on preference share capital of ₹ 99.92 crore (including dividend distribution tax thereon and accrued redemption premium) has been considered as finance cost.

II. Under Ind AS, company has shown borrowing at amortised cost hence interest is calculated as per Effective interest rate (EIR) method accordingly there is an additional charge of ₹ 9.68 crore reflected in finance cost

D Other expenses:

Changes in Other expenses represent incremental impairment charge computed based on the expected credit losses on financial assets measured at amortised cost, as required under Ind AS.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 37 : Ind AS 101 reconciliations

Reconciliation between cash flows as per Ind AS and cash flow reported under Previous GAAP for the year ended March 31, 2016 is as under:

Particulars	₹ in Crore		
	I-GAAP	Ind AS impact	Ind AS
Cash Flow From Operating Activities	(866.79)	-	(866.78)
Cash Flow From Investing Activities	(590.68)	-	(590.67)
Cash Flow From Financing Activities (refer footnote)	1,443.18	(128.07)	1,315.10

Footnote : As per Ind AS 7 - Statement of Cash Flows, bank overdraft is to be classified in Cash and Cash Equivalent, hence movement of ₹ 128.07 in bank overdraft and cash credit for the year ended March 31, 2016 is shown in Cash & Cash Equivalent



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 38: Disclosure of Loans and advances in the nature of loans to subsidiaries and associates and investments by the loanee in the shares of parent company and subsidiary company, when the company has made a loan or advance in the nature of loan in accordance with Para A of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

A. Disclosure of Loans and advances in the nature of loans given to subsidiaries

Name of the Company	March 31, 2017		March 31, 2016	
	Amount as at March 31, 2017	Maximum amount outstanding during the year	Amount as at March 31, 2016	Maximum amount outstanding during the year
East Hyderabad Expressway Limited	9.35	82.86	63.36	63.36
ITNL Road Infrastructure Development Company Limited	439.29	439.29	284.34	319.04
Vansh Nimay Infraprojects Limited	99.15	99.15	89.80	89.80
West Gujarat Expressway Limited	50.31	72.29	44.99	70.24
Hazaribagh Ranchi Expressway Limited	328.73	427.33	398.33	398.33
Jharkhand Road Projects Implementation Company Limited	409.63	409.63	253.66	396.17
MP Border Checkposts Development Company Limited	513.32	513.32	383.48	383.48
Pune Sholapur Road Development Company Limited	539.16	539.16	25.45	183.70
Elsamex S.A., Spain	-	-	-	10.13
Moradabad Bareilly Expressway Limited	504.04	504.04	50.25	543.25
Sikar Bikaner Highway Limited	149.50	170.14	168.14	168.14
Baleshwar Kharagpur Expressway Limited	61.00	151.00	91.40	121.40
Barwa Adda Expressway Limited	664.35	664.35	438.00	438.00
Khed Sinnar Expressway Limited	271.99	274.49	260.41	260.41
Chenani Nashri Tunnelway Limited	259.24	390.56	170.56	426.00
Kiratpur Ner Chowk Expressway Limited	150.73	226.65	109.38	803.76
Karyavattom Sports Facility Limited	28.00	28.00	17.00	29.50
Rajasthan Land Holdings Limited	121.77	121.77	68.89	68.89
Rapid MetroRail Gurgaon Limited	9.30	55.00	14.00	14.00
Rapid MetroRail Gurgaon South Limited	30.00	30.05	-	-
Jharkhand Infrastructure Implementation Company Limited	39.50	39.50	-	-
ITNL International Pte Ltd.	24.63	24.63	-	-
Srinagar Sonamarg Tunnelway Limited	178.18	178.18	148.68	148.68

B. Disclosure of Investments by the loanee in the shares of parent company and subsidiary company, when the company has made a loan or advance in the nature of loan

The above loanees have not made any investment in the shares of the Company or subsidiaries, except Elsamex S.A., Spain and ITNL International Pte Ltd. for which disclosure is given below.

Particulars	March 31, 2017		March 31, 2016	
	Amount as at March 31, 2017	Maximum amount outstanding during the year	Amount as at March 31, 2016	Maximum amount outstanding during the year
Subsidiaries of Elsamex S.A., Spain				
Alcantarilla Fotovoltaica, S.L.U.	NA	NA	5.27	5.27
Area De Servicio Coiros S.L.U.	NA	NA	21.18	21.18
Area De Servicio Punta Umbria, S.L.U.	NA	NA	3.02	3.02
Atenea Seguridad Y Medio Ambiente S.A.U.	NA	NA	0.98	0.98
Beasolarta S.A.U.	NA	NA	0.31	0.31
CIESM-INTEVIA, S.A.	NA	NA	6.28	6.28
Conservacion De Infraestructuras De Mexico S.A. DE C.V.	NA	NA	0.02	0.02
Control 7, S.A.	NA	NA	5.75	5.75
Elsamex Brazil LTDA	NA	NA	-	-
Elsamex Colombia SAS	NA	NA	-	-
Elsamex Construcao E Manutencao LTDA	NA	NA	0.26	0.26
Elsamex India Private Limited	NA	NA	2.53	2.53
Elsamex Internacional S.L.	NA	NA	107.47	107.47
Elsamex LLC	NA	NA	-	-
Elsamex Maintenance Services Limited	NA	NA	0.10	0.10
Elsamex Portugal S.A.	NA	NA	1.89	1.89
ESM Mantenimiento Integral, SA DE CV	NA	NA	2.90	2.90
Grusamar Albania SHPK	NA	NA	0.00	0.00
Grusamar Engenharia y Consultoria Brasil LTDA	NA	NA	-	-
Grusamar India Limited	NA	NA	0.06	0.06
Grusamar Ingenieria Y Consulting Colombia SAS	NA	NA	-	-
Grusamar Ingenieria Y Consulting, S.L.	NA	NA	26.70	26.70
Inteval Gestao Integral Rodoviaria S.A.	NA	NA	16.60	16.60
Mantenimiento Y Conservacion De Vialidades S.A. DE C.V.	NA	NA	2.87	2.87
Senalizacion Viales e Imagen S.A.U.	NA	NA	46.36	46.36
Yala Construction Co Private Limited	NA	NA	6.96	6.96



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Particulars	₹ in Crore			
	March 31, 2017		March 31, 2016	
	Amount as at March 31, 2017	Maximum amount outstanding during the year	Amount as at March 31, 2016	Maximum amount outstanding during the year
Subsidiaries of ITNL International Pte Ltd.				
Elsamex S.A.	524.67	524.67	NA	NA
ITNL Africa Projects Limited	17.83	17.83	NA	NA
ITNL International DMCC	56.46	56.46	NA	NA
Sharjah General Services Co. LLC	0.33	0.33	NA	NA
I IPL US LLC	38.90	38.90	NA	NA
INTL Infrastructure Developer LLC	0.26	0.26	NA	NA
Elsamex Vietnam Joint Stock Company	4.21	4.21	NA	NA

Note 39: Segment Disclosures: The Company operates in a single business segment viz. Surface Transportation Business. Also it operates in a single geographic segment. In the absence of separate reportable business or geographic segments the disclosures required under the Indian Accounting Standard 108 on Operating Segment are not applicable.

Note 40: Approval of Financial Statements

The original standalone financial statements were approved for issue by the Board of Directors on May 29, 2017. The recast standalone financial statements were approved for issue by the Board of Directors on March 09, 2023.

Note 41: Subsequent Events : After the balance sheet date, the Company has received approvals from Concession granting authorities for transfer of its equity investments in 4 subsidiaries to IL&FS Transportation Investment Trust.



Note 42

Status of New Board of Directors initiated Forensic Examination

As a consequence of the matter described in Note 1.2 and 1.3 above, the New Board initiated a forensic examination for the period from April 2013 to September 2018, in relation to certain companies of the Group including ITNL and appointed an Independent third party, viz. Grant Thornton India LLP ("GT") for performing the forensic audit and to report their findings to the New Board of the holding company. The Company has received two reports and the same were discussed and taken on record by the Board of Directors of ITNL in their meeting held on November 28, 2019 and January 21, 2022 respectively.

In the above-mentioned reports, the forensic auditors have observed various potential issues relating to operations and management of the Company. Before issue of the final reports, the Company has furnished responses to the preliminary observations communicated by GT. Issues reported in the final reports inter alia include:

- a) Potential stress / liquidity issues appears to have been known to the then KMPs of IL&FS Group during the review period of the forensic audit;
- b) Potential irregularities in investments acquired and disposed by ITNL relating to Elsamex SA, Hazaribaug Ranchi Expressway Limited, Rapid Metrorail Gurgaon Limited, Rajasthan Land Holdings Limited, Gujarat Road Infrastructure Company Limited and Moradabad Bareilly Expressway Limited;
- c) Potential anomalies with regards to borrowings which includes potential circular transactions between ITNL, IFIN and SPVs;
- d) Potential close nexus of vendors with the then KMPs of IL&FS group and anomalies in dealings with them;
- e) Potential inducements received by the then KMPs from IL&FS Group;
- f) Instances indicating potential issues in PDF / PMF charged by ITNL;
- g) Instances indicating potential issues and irregularities in construction cost;
- h) Potential anomalies in O&M contracts;
- i) Potential misrepresentations in cost projections and potentially inflated projection of toll revenue estimates in PIM data;
- j) Transactions with entities which were identified by the forensic auditor as red-flagged*

*This refers to the entities where GT had identified multiple potential anomalies during forensic audit of various other IL&FS Group companies.

As described above, the forensic auditors have made various observations in their reports indicating potential issues. However, the forensic auditor has not concluded/ brought out cases of actual loss caused due to such potential issues and anomalies. The board of the Company has discussed and taken on record both the reports and decided to forward the same to regulatory agencies. Subsequently, such reports have been delivered to the regulatory agencies and also put into the public domain wherever required. In the absence of any conclusive quantification made, no financial impacts, if any, could be ascertained and given in the recast financial statements.

Note 43

Investigations by Serious Fraud Investigation Office ("SFIO") and other regulatory agencies

The Ministry of Corporate Affairs ("MCA"), Government of India, has vide its letter dated October 1, 2018 initiated investigation by SFIO against IL&FS and its group companies including ITNL under Section 212 (1) of the Companies Act, 2013. Investigation by Enforcement Directorate (ED) has also commenced post March 31, 2020. As a part of its investigation, SFIO and ED have been seeking information from the Company on an ongoing basis. The investigation is in progress and the Company is fully cooperating with the investigating agencies. The implications if any, arising from the aforesaid developments would be known only after the aforesaid matters are concluded and hence are not determinable at this stage.

Note 44

Performance Related Pay

The Company had a policy approved by the Nomination and Remuneration Committee ("NRC") to pay performance related pay (PRP) to employees basis their individual performance ranking. The pool of the PRP was determined as % of profits for the year and PRP unutilised of previous years. For the year ended 31 March 2017, NRC had approved PRP of ₹ 10.00 Crore (for the year ended 31 March 2016 : ₹ 12.53 Crore), out of which ₹ 8.55 Crore (for the year ended 31 March 2016 : ₹ 10.33 Crores) is towards employees other than those covered under Managerial Remuneration provisions of the Companies Act (referred to as Non Managerial Persons). Despite variation in the profit as per the recast financial statements, in absence of any specific enabling provision in the Companies Act to recover the amounts already paid to these large number of Non Managerial Persons, the Company is of the view that these amounts cannot be recovered from individual employees and accordingly, a provision of Rs. 8.55 (for the year ended 31 March 2016 : ₹ 10.33 Crores) has been retained in these recast financial statements.

Note 45

Going Concern

Material Uncertainty relating to Going Concern assumption used for the preparation of these financial statements

As at March 31, 2017, the current assets of the Company are in excess of the current liabilities and the net worth of the Company is positive. However, the Company and the IL&FS group in general are undergoing substantial financial stress as at the date of approval of this financial statements. The Company has earned a total comprehensive income of ₹ 75.75 Crore during the current year. Subsequent to the date of balance sheet, the Company has also suffered consistent downgrades in its credit ratings and in September 2018 the credit rating was reduced to "default grade" subsequent to the defaults in repayment of loans taken by the Company, details of which are discussed in note 1.2. As a result of the foregoing, the Company's ability to raise funds has been substantially impaired, with normal business operations being substantially curtailed.

The New Board of IL&FS has implemented a resolution process run by the New Board of IL&FS. The resolution plan seeks a transparent resolution keeping in mind larger public interest, financial stability, legality, various stakeholders' interest and commercial feasibility. The resolution plan of management is to sale entities wherever possible and maximise value for stakeholders. The Company is taking active steps to monetize its assets and is in discussions with multiple parties to sell its assets. The Company is committed to taking necessary steps to meet its financial commitments to the extent possible.



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Notes forming part of the recast financial statements for the year ended March 31, 2017

IL&FS has also engaged an independent third party as resolution advisor for the Group to assess the liquidity at the Company and at various subsidiaries in India.

The New Board also submitted a revised Resolution Framework for all Group Companies to Hon'ble NCLAT vide an affidavit dated January 9, 2020, an addendum to the said affidavit was filed with Hon'ble NCLAT on February 7, 2020. Hon'ble NCLAT approved the resolution plan submitted by Board vide its order dated March 12, 2020.

The ability of the Company to continue as a going concern is predicated upon its ability to monetize its assets, secure further funding, restructure its liabilities and resume its normal operations. In view of actions that are currently underway, the Board of Directors have decided to prepare the accompanying recast financial statements on going concern basis based on cumulative impact of certain steps taken by the New Board."

Note 46

Income Tax

The management is in the process of seeking expert advise as well as exploring the manner in which re-casting adjustments can be incorporated in its returns of income filed with the Income-tax Department for the respective financial years for which recast have been ordered as time limit for revision of filing has lapsed. Pending such approvals and filing with the tax department, the provision for current tax for FY 2016-17 has been determined at ₹ 11.47 Crores based on the revised Income Tax Return filed by the Company based on the original financial statements for AY 2017-18 as against the provision for current tax for FY 2016-17 of ₹ 2.29 Crores.

Note 47

On 31 August 2013, the management executed a Memorandum of Agreement (MOA) with Ramky Infrastructure Limited (RIL) to swap its 50% stake in NAM Expressway Limited (NAMEL) (book value Rs. 1167.55 Million) with 50% stake held by RIL in Jorabat Shillong Expressway Limited (JSEL). In addition, the Company was supposed to get Rs. 398.30 Million in cash from RIL. However, the transaction was not concluded as of the balancesheet date.

In absence of any working demonstrating the rationale behind the swap ratio and also independent valuation, it is not possible to compute and recognize onerous loss, if any, pursuant to this MOA.



Note 48

Operation & Maintenance (O&M) contracts

The Operation and Maintenance expenses amounting to Rs. 145.08 crores as shown in Note 23 includes expense pertaining to O&M contracts relating to Andhra Pradesh Expressway Limited (APEL) and West Gujarat Expressway Limited (WGEL). The expense pertaining to these O&M contracts have exceeded the revenue resulting into loss of Rs. 1.84 Crores and Rs. 2.31 Crores respectively which have been recognised in the Statement of Profit & Loss for the year. The O&M Contracts are long-term contracts in nature.

Ind AS 37 on Construction Contracts requires that in case a contract is onerous in nature, the entire loss expected during the tenure of the contracts should be provided for. However, in the above cases, while the income under such contracts are fixed and known for the entire term of the contract, the costs to be incurred during the said tenure are variable and subject to various factors including commodity prices and inflation in the year of execution as the Company followed the practice of awarding annual sub-contracts to fulfil its obligation. In view of non-availability of estimates relating to future expenses that would be required to be incurred to fulfill the Company's future obligations under these contracts over the concession period, on record, it is not possible to conclude that such contracts are onerous in nature.

Note 49

Project Development Fees (PDF) / Project Management Fees (PMF)

ITNL charges PDF / PMF to its SPVs for providing various services such as activities undertaken for bidding and project cost estimations, traffic surveys, revenue estimates, etc. design and drawing services for roads to be developed, signing of LoA, incorporation of SPV, follow-ups for the signing of agreements, etc. on the basis of agreements entered between ITNL and its SPVs. Such agreements for PDF / PMF were executed by ITNL in addition to the development agreements with SPVs for carrying out the construction activities. Income amounting to ₹ 157.53 crores (for the year ended 31 March 2016 : ₹ 486.86 Crores) (Refer Note 20) has been recognised during the year on achieving milestones as stated in the relevant invoices, however, documents in support of timing of rendering of such services, details such as period over which such services were rendered are not available. In addition, cost associated to provide such services are also not separately captured in the books of account and records and have been charged off as and when incurred. In such circumstances, recognition of PDF/ PMF income is purely based on raising of invoices.

Note 50

For the current financial year, preference dividend of Rs. 84.06 Crore was declared to holders of CRPS and CNCRPS.

As per the resolution passed at the Board Meeting dated May 29, 2017, the Board considered and approved the payment of Rs. 84.06 Crore as Interim Dividend for FY 2016-17 alongwith Rs. 17.11 Crore as Dividend Distribution Tax, out of the profits of the Company for FY 2016-17.

Subsequent to the year-end, the shareholders had approved the dividend in their meeting held on August 29, 2017. Such dividend was distributed to the preference shareholders during the period May and June 2017.

The free reserves of the Company as on March 31, 2017, as per recast standalone financial statements is negative. In view of the provisions contained in section 130(2) of the Companies Act, 2013, the recast standalone financial statements shall be final. Accordingly, the above declaration and distribution of dividend for the year 2016-17 amounting to Rs. 84.06 Crores is not in compliance with Section 123 of the Companies Act, 2013. The Audit Committee of the Company in its meeting held on March 11, 2022 decided that since there is no provision in the Companies Act, to claw back the dividend paid, no adjustment should be made in the recast standalone financial statements to this effect.

In the original financial statements of FY 2015-16, it was stated as under:

"The Board of Directors have recommended dividend of ₹ 2 per equity share of ₹ 10 each (20%) for the year ended March 31, 2016 on the existing 328,960,027 fully paid-up equity shares of the Company."

As per the relevant resolution passed by the Board of Directors, such declaration of dividend was "out of profit for the year 2015-16 and free reserves".

Subsequently, the shareholders had approved the said dividend in their meeting held on August 09, 2016. Dividend was distributed to the equity shareholders during the period August 2016 to November 2016. The dividend to the preference shareholders was paid in the month of May 2016.

As per the recast standalone financial statements for the year 2013-14, 2014-15 and 2015-16, the Company has no profit in the respective year that can be utilized for distribution of dividend in terms of above resolution. In view of the provisions contained in section 130(2) of the Companies Act, 2013, the recast standalone financial statements shall be final. Accordingly, the above declaration and distribution of dividend for the years 2013-14, 2014-15 and 2015-16 amounting to Rs. 129.20 Crores, Rs. 177.55 Crores and Rs. 144.65 Crores respectively is not in compliance with Section 123 of the Companies Act. The Audit Committee of the Company in its meeting held on March 11, 2022 decided that since there is no provision in the Companies Act, to claw back the dividend paid, no adjustment should be made in the recast standalone financial statements to this effect.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 51

Following adjustments have been made to the original standalone financial statements of the Company for the financial year 2016-17 on reopening of books of account and recasting of financial statements as stated hereinaabove:

Balance Sheet as at March 31, 2017

Particulars	Note No.	Original standalone financial statements	Recast Adjustments			Recast standalone financial statements
			Cumulative Adjustment upto March 31, 2016 - IGAAP	Cumulative Adjustment upto March 31, 2016 - Ind AS	Adjustment in FY 2016-17	
(* in Crore)						
ASSETS						
(1) Non-Current Assets						
(a) Property, Plant and Equipment		138.76	-	-	-	138.76
(b) Capital Work-In-Progress		12.03	-	-	-	12.03
(c) Investment Property Under Development		115.31	(115.31)	-	-	-
(d) Intangible Assets		1.60	0.01	-	-	1.61
(e) Financial Assets						
(i) Investments	1	5,303.95	(1,161.72)	(247.08)	(48.51)	3,846.64
(ii) Trade Receivables		-	-	-	-	-
(ii) Loans	1	2,238.03	3.22	(36.52)	154.38	2,359.11
(iii) Other Financial Assets		409.51	-	-	-	409.51
(f) Non-Current Tax Assets (net)	11	457.90	(29.50)	-	(9.18)	419.22
(g) Other Non-Current Assets	2,8,10	326.39	183.58	-	10.74	520.71
Total Non-Current Assets		9,003.48	(1,119.72)	(283.60)	107.43	7,707.59
(2) Current Assets						
(a) Inventories		22.59	-	-	-	22.59
(b) Financial Assets						
(i) Investments		-	-	-	-	-
(ii) Trade Receivables	1,8	2,587.20	(116.99)	(112.61)	(48.24)	2,309.36
(iii) Cash and Cash Equivalents		156.96	4.00	-	-	160.96
(iv) Bank Balances other than (iii) above		172.74	-	-	-	172.74
(v) Loans	1	2,955.68	(419.24)	(85.33)	(117.99)	2,333.12
(vi) Other Financial Assets	1,8,9	641.28	21.73	(27.40)	46.50	682.11
(c) Other Current Assets	7,8	271.71	0.88	-	(1.82)	270.77
Total Current Assets		6,808.16	(509.62)	(235.34)	(121.55)	5,951.65
Total Assets		15,811.64	(1,629.34)	(508.94)	(14.12)	13,659.24
EQUITY AND LIABILITIES						
Equity						
(a) Equity Share Capital		328.96	-	-	-	328.96
(b) Other Equity	1,2,4,5,6,7,9,10	2,500.15	(1,648.70)	(995.82)	(124.96)	(269.32)
Total Equity		2,829.12	(1,648.70)	(995.82)	(124.96)	59.64
LIABILITIES						
(1) Non-Current Liabilities						
(a) Financial Liabilities						
(i) Borrowings	8	8,565.71	-	-	(6.69)	8,559.02
(ii) Other Financial Liabilities (other than those specified in item (b) below)		339.77	-	-	-	339.77
(b) Provisions		2.70	-	-	-	2.70
(c) Deferred Tax Liabilities	6	(475.21)	8.71	486.88	60.36	80.74
(d) Other Non-Current Liabilities		161.21	-	-	-	161.21
Total Non-Current Liabilities		8,594.18	8.71	486.88	53.67	9,143.44
(2) Current Liabilities						
(a) Financial Liabilities						
(i) Borrowings		1,989.73	-	-	-	1,989.73
(ii) Trade Payables other than MSME	2,4,5	762.16	10.65	-	57.17	829.98
(iii) Other Financial Liabilities (other than those specified in item (c) below)		1,182.70	-	-	-	1,182.70
(b) Other Current Liabilities		419.50	-	-	-	419.50
(c) Provisions		34.25	-	-	-	34.25
Total Current Liabilities		4,388.34	10.65	-	57.17	4,456.16
Total Equity and Liabilities		15,811.64	(1,629.34)	(508.94)	(14.12)	13,659.24



51.1. Impairment

The approach adopted in the earlier recast standalone financial statements, was adopted in these recast financial statements also, accordingly, the methodology adopted now for the purposes of provisioning, seeks to determine the provisions at the relevant point in time based on information available with the erstwhile management and as provided by the present management, to the extent available with the current management without considering hindsight and impairment loss recognised in first three years of recast financial statements was reversed only if there is certainty that such loss does not exist or the underlying exposure realised in cash.

On the date of transition to Ind AS, i.e. 1 April 2015, in the original standalone financial statements, certain investments in subsidiaries, joint ventures and associates were measured at their respective fair value (FV) and such fair value was considered as Deemed Cost. In other cases, the carrying value as per the previous GAAP were considered as Deemed Cost. For the purposes of the above exercise as well as for impairment testing, the present management has considered financial projections (hereinafter referred to as Ind AS models) which were available at the time of preparation of original standalone financial statements. The details of the accounting treatment on recast of the financial statements as well as reasons for such treatment are as under:

Name of the SPV	(Rs. in Crores)			Methodology used in the original SFS	Methodology used in the recast SFS
	Carrying value as on April 01, 2015 As per original SFS	As per recast SFS	Difference		
Barwa Adda Expressway Limited	306.00	85.00	221.00	At FV – Gain recognised	No change on recasting
Pune Sholapur Road Development Company Limited	362.86	1.48	361.38	At FV – Gain recognised	No change on recasting except for impairment recognised in earlier years of recast
Futureage Infrastructure India Limited	-	-	-	At FV – Loss recognised	No change on recasting
Charminar Robopark Limited	-	-	-	At FV – Loss recognised	No change on recasting
ITNL Road Investment Trust ("IRIT")	79.61	79.61	0.00	At FV – Loss recognised	No change on recasting
Hazaribagh Ranchi Expressway Limited	-	-	-	At FV – Loss recognised	Carrying cost as on March 31, 2015 under previous GAAP was lower than or equal to the FV as per the Ind AS models. Accordingly, such carrying cost was continued and impairment loss recognised on recasting during 2013-14, 2014-15 or 2015-16 was not reversed as stated above.
Jharkhand Road Projects Implementation Company Limited	-	-	-	At FV – Loss recognised	Carrying cost as on March 31, 2015 under previous GAAP was lower than or equal to the FV as per the Ind AS models. Accordingly, such carrying cost was continued and impairment loss recognised on recasting during 2013-14, 2014-15 or 2015-16 was not reversed as stated above.
MP Border Checkpost Development Company Limited	-	-	-	At FV – Loss recognised	Carrying cost as on March 31, 2015 under previous GAAP was lower than or equal to the FV as per the Ind AS models. Accordingly, such carrying cost was continued and impairment loss recognised on recasting during 2013-14, 2014-15 or 2015-16 was not reversed as stated above.
Thiruvananthapuram Road Development Company Limited	-	-	-	At FV – Loss recognised	Carrying cost as on March 31, 2015 under previous GAAP was lower than or equal to the FV as per the Ind AS models. Accordingly, such carrying cost was continued and impairment loss recognised on recasting during 2013-14, 2014-15 or 2015-16 was not reversed as stated above.



Chenani Nashri Tunnelway Limited	372.00	360.56	11.44	At previous GAAP carrying value	No change on recasting except for impairment recognised in earlier years of recast
Elsamex S.A.	272.23	259.37	12.86		Since no Ind AS models were available in such cases, carrying value as per previous GAAP was adopted as Deemed Cost.
ITNL Africa Projects Ltd., Nigeria	0.09	-	0.09		Since no Ind AS models were available in such cases, carrying value as per previous GAAP was adopted as Deemed Cost.
Rapid MetroRail Gurgaon Limited	193.33	106.91	86.42	At previous GAAP carrying value	FV considered was not in agreement with the Ind AS models which were available. Accordingly, FV as per available Ind AS models were considered
IL&FS Rail Limited	385.29	286.92	98.37	At previous GAAP carrying value	FV considered was not in agreement with the Ind AS models which were available. Accordingly, FV as per available Ind AS models were considered

As on the end of the comparative period, i.e. 31 March 2016 and as on the date of the balance sheet, i.e. 31 March 2017

Impairment testing was done based on the Ind AS models and wherever the carrying amount was not in agreement with the Ind AS models, impairment loss was

However, in following cases, Ind AS models were not available:

- Noida Toll Bridge Company Limited - NTBCL being a listed entity, the recoverable amount was determined based on quoted price. The financial projections of NTBCL were not available on record.
- ITNL International PTE Limited (IIPL) - a subsidiary which only holds overseas investments. The management had opted for previous GAAP value as Deemed Cost in respect of investments in equity shares of IIPL. A valuation report dated 30 September 2016 was obtained from a firm of Chartered Accountants and as per the valuation report, the value per share was in excess of the carrying amount as per previous GAAP. Accordingly, no incremental impairment provision was recognised.
- ITNL Offshore Pte Ltd (IOPL) and ITNL Offshore Two Pte Ltd (IO2PL) - both the companies were wholly owned subsidiary of ITNL and incorporated in Singapore. IOPL had issued 630 million RMB bond and IO2PL had issued 690 million RMB bonds. These bonds were listed on the Singapore stock exchange. IOPL had advanced loan to ITNL while IO2PL had advanced loans to IOPL. In the absence of financial model and documentary evidence demonstrating impairment testing of this investment, the recoverable amount was determined based on the book value of the audited standalone financial statements of IOPL and IO2PL.
- Elsamex SA - a subsidiary based out of Spain engaged in operations and maintenance services and also holding investments in other geographies. The management had opted for previous GAAP value as Deemed Cost in respect of investments in equity shares of Elsamex SA. A valuation report dated 30 September 2016 was obtained from a firm of Chartered Accountants and as per the valuation report, the value per share was in excess of the carrying amount as per previous GAAP. Accordingly, no incremental impairment provision was recognised.
- Rajasthan Land Holdings Limited (RLHL) - The management had opted for previous GAAP value as Deemed Cost in respect of investments in equity shares of RLHL. Impairment testing is based on valuation report dated March 25, 2016 obtained from a firm of Chartered Accountants. As per the valuation report, the value per share was in excess of the cost of Rs. 12.50 per share. Accordingly, no impairment provision has been recognised on investment in equity shares.
- IL&FS Employees' Welfare Trust - In case of IL&FS Employees' Welfare Trust, entire exposure was considered for impairment as the operation and management of this entity were alleged to be mismanaged as per the order of NCLT under section 130 of the Companies Act, 2013 calling for re-opening of books of account and re-casting of financial statements. In the original financial statements, impairment loss was recognised based on the ECL working.

Trade receivables, Loans granted, Advances recoverable and Advances towards capital (hereinafter referred to as "Other Receivables") are carried at cost less impairment, wherein impairment is determined based on Expected Credit Loss (ECL) methodology capturing both cash loss as well as loss on account of time value of money in terms of Ind AS 109 on Financial Instruments.

In following cases, no ECL workings were available and hence, impairment was determined based on ECL recognised in the original financial statements:

- Elsamex SA
- Charminar Robopark Limited
- Noida Toll Bridge Company Limited
- RIL
- Karyavattom Sports Facilities Limited

Impairment provisions so determined in the above manner was compared with provision already recognised in the books, and balance amount of Rs. 8.86 Crores is charged to the Statement of Profit & Loss for the year by corresponding reduction in Investments (Rs. 48.51 Crores), Current Loans (Rs. 117.99 Crores), Other Current Financial Assets (Rs. 9.18 Crores) and increase in Non-current Loans (Rs. 154.38 Crores) and Trade Receivables (Rs. 12.46 Crores).

The financial statements of the Company for the financial year 2018-19 and report of the Board of Directors and the Statutory Auditors thereon have already been adopted by the shareholders of the Company at their meeting held on June 30, 2020. At the time of preparation of financial statements for the financial year 2018-19, the management has determined the extent of provisions required in respect of various assets of the Company by adopting elaborate process explained in the annual report of that year. The methodology adopted now for the purposes of provisioning for the financial year 2015-16 as explained hereinabove, seeks to determine the provisions at the relevant point in time based on information available with the erstwhile management and as provided by the present management, to the extent available with the current management without considering hindsight.



51.2. Reversal of Managerial Remuneration & Commission

The Company pays remuneration to its Managing Director and its Executive Director by way of salary, perquisites and allowances (fixed component) and performance related pay (variable component). This is determined based on the Company's overall performance in a particular financial year and the performance of individual employee through the annual appraisal process, determined by the Remuneration Committee of the Board, at the end of each financial year, subject to the overall ceilings stipulated in Section 197 of the Companies Act, 2013. The Company also pays commission to non-executive directors.

The maximum remuneration and commission that can be paid to MD, ED and non-executive directors based on above provisions of the Companies Act, 2013 was recomputed considering the net results as per the recast standalone financial statements and excess expenditure recognised has been reversed and shown as recoverable from the concerned individuals. As a result of these adjustments, Reserve and Surplus and Other Non-Current Assets as on the date of the balance sheet is increased by ₹ 5.34 crores and ₹ 5.27 crores respectively and trade payables is decreased by ₹ 0.07 crores. (Refer note no. 9.2)

51.3. Reversal of transfer from Debenture Redemption Reserve to Retained Earnings

Refer Note 14.1 dealing with excess amount of ₹ 63.50 Crore transferred from Debenture Redemption Reserve to Retained earnings. In absence of accumulated balance in Debenture Redemption Reserve, the amount transferred to Retained earnings as per original standalone financial statements has also been reversed. These adjustments have no impact on the closing balance of Reserves and Surplus.

51.4. Claim management

The Board of IL&FS, the holding Company has appointed an independent agency as Claim Management Advisor (CMA) to invite and admit claims from the creditors of the Company as at October 15, 2018. As per the report updated till December 31, 2021, published by the CMA on the website of IL&FS, claims of Rs. 3,214.41 crore have been filed by operational creditors of the Company, out of which claims of ₹ 1,500.01 crore have been admitted by the CMA. The claims are subject to further updation by the CMA if and when any additional information/ clarifications are received from the creditors. The Management of the Company is reviewing such claims and reconciling the same with the corresponding amounts as per Company's books of accounts on a continuous basis. To the extent reconciliations have been completed and approved by the Audit Committee of the Company in their meetings held upto March 18, 2022, consequential impacts have been adjusted in the recast standalone financial statements and accordingly, expenditure amounting to ₹ 11.71 crore (net) (for the year ended 31 March 2016: reversal of expenditure of ₹ 1.53 Crore (net)) shown in Note 22 has been recognised in these recast financial statements. Subsequent processing of claims and reconciliations by CMA, if any, have not been considered in the meetings held by the Audit Committee till the date of signing of this recast financial statements. Considering the materiality, the income recognition of the concerned project has not been re-computed.

51.5. Other adjustments – rectification of errors / omissions

The Tax Auditor in their report u/s 44AB of the Income- tax Act, 1961, of subsequent years has reported expenditure of ₹ 45.53 Crores (net) as prior period expenditure. Since such expenditure were not recorded by the company in the original standalone financial statements due to error or omission, the same have been recognised in these financial statements.



51.6. Deferred Tax

Due to re-classification of balance from Prepaid Expenses to Unamortised borrowing cost, there is a consequential decrease in deferred tax expense amounting to Rs. 0.32 Crores. Refer to Note 7.1 dealing with recognition of deferred tax assets, pursuant to which deferred tax asset amounting to Rs. 60.68 Crores (net) recognised in the original standalone financial statements, in respect of allowance for doubtful loans / Expected credit loss on loans, receivables, other financial assets and Business and Capital Loss has been reversed.

51.7. Prepaid Expenses

For the FY 2015-16, the present management has identified an invoice amounting to ₹ 1.64 Crores dated December 11, 2015 which was not recognised in the original standalone financial statement. This expenditure was incurred for the period 15th June 2015 to 14th July 2016, and hence there is an increase in Prepaid Expenses and reduction in Reserves and Surplus amounting to ₹ 0.44 Crores. Similarly, the present management has identified that the period considered for calculation of Prepaid Expenses amounting to ₹ 3.21 Crores was wrong. The same has been rectified in these financial statements, due to which there is an increase in Prepaid Expenses and reduction in Reserves and Surplus amounting to ₹ 0.44 Crores.

51.8. Other re-groupings

There are certain other reclassifications as listed below which are in the nature of rectifications. These reclassifications have no impact on the closing balance of Reserves & Surplus.

Description	[₹ In Crore]		
	Original Financial Statements	Recast Financial Statements	Amount
Short term arranger fees	Other Current Assets	Long term Borrowings	0.94
Long term arranger fees	Other Non-Current Assets	Short term Borrowings	5.75
Interest on trade receivables	Trade Receivables	Other Financial Assets - Current	60.70

51.9. Dividend income

The Company has erroneously recognised dividend income of ₹ 5.02 crores from IRIT as it was in excess of what was declared and distributed as dividend. Accordingly, it has been reversed.

51.10. Brand Subscription Fees

The Company is liable to pay Brand Subscription fees to the Parent Company, which is lower of (a) 1% of the Total income/Turnover or (b) 5% of Profit before Provision for Contingencies and Taxation, based on the audited accounts of the previous year, subject to a minimum fee of Rs. 1 Million per annum, in terms of IL&FS Brand Preservation and Promotion Policy ("Policy"). In view of the reduction in the profits of the previous year, the fees payable have been re-computed and excess amount of Rs. 11.22 Crores for the current year (for the year ended 31 March 2016 : ₹ 24.35 Crores) recognised in the original financial statements is shown as a part of "Recoverable from Holding Company" in Note 9.

51.11. Current Tax

Refer Note 46 dealing with recomputation of provision for current tax based on profit / loss determined as per the recast Statement of Profit & Loss. As a result of this adjustment, Non-Current Tax Assets and the balance in Reserves and surplus as on the date of the balancesheet is decreased by Rs. 9.18 Crores.



IL&FS TRANSPORTATION NETWORKS LIMITED

Notes forming part of the recast financial statements for the year ended March 31, 2017

Note 52:

The figures for the previous years have been regrouped and / or re-arranged wherever necessary to conform to the classification adopted in the current year

Signature to Notes to Accounts

For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No. 106655W



(S. M. Chitale)
Partner
Membership No. 111383
Mumbai,

09 MAR 2023



As per our compilation report of even date

For G. M. Kapadia & Co.
Chartered Accountants

Firm Reg. No. 104767W

ATUL Digitally signed by ATUL

HIRALAL HIRALAL SHAH

SHAH Date: 2023.03.09 22:17:37 +05'30'

Atul Shah

Partner

Membership No. 036569

Mumbai, March 09, 2023

For and on behalf of the Board

CHANDRA Digitally signed by CHANDRA SHEKHAR RAJAN
SHEKHAR Date: 2023.03.09 20:35:39 +05'20'
RAJAN

Mr. C. S. Rajan

Authorised signatory

DIN - 00126063

MILIND Digitally signed by MILIND RAMESH RAMESH GANDHI

RAMESH Date: 2023.03.09 17:27:31 +05'30'

GANDHI

Mr. Milind Gandhi

Authorised signatory

KRISHNA Digitally signed by KRISHNA DHONDU GHAG

DHONDU Date: 2023.03.09 17:23:42 +05'30'

GHAG

Mr. Krishna Ghag

Authorised signatory

Mumbai, March 09, 2023

NAND
KISHORE

Mr. Nand Kishore

Authorised signatory

DIN - 08267502

DILIP Digitally signed by DILIP LALCHAND BHATIA

LALCHAND Date: 2023.03.09 18:16:31 +05'30'

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Mr. Dilip Bhatia

Authorised signatory