

**Independent Auditor's Report on Audited Financial Results for the Quarter and Year ended 31 March 2022 of Jorabat Shillong Expressway Limited Pursuant to the regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended****To****The Board of Directors of Jorabat Shillong Expressway Limited****Report on the Audit of the Ind AS Financial Results****Qualified Opinion**

We have audited the accompanying annual financial results of **Jorabat Shillong Expressway Limited ("the Company") for the Quarter ended March 31, 2022 and the year-to-date results** from April 1, 2021 to March 31, 2022 ("the Statement") attached herewith, being submitted by the company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. *Except for the matter stated in the "Basis for Qualified Opinion" paragraph of our report, the financial results give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian accounting standards (Ind AS) and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2022 as well as the year to date results for the period from April 1, 2021 to March 31, 2022.*

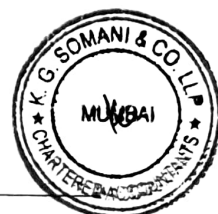
**Basis for Qualified Opinion**

We draw attention to the Note No. 5 of the accompanying Ind AS Financial Statements wherein the company has disclosed that an impairment loss as at 31 March 2019, for its financial assets based on the bid received by the holding company for divestment of its stake in the company, which is based on the enterprise value, which is not in line with the requirements of Ind AS 36, Impairment of Assets, the impact thereof, if any, is not determinable. The same was also a subject matter in the previous auditor's report of the company for the year ended 31 March 2019, 31 March 2020 and 31 March 2021.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Ind AS Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Emphasis of Matter**

- 1) We draw attention to the Note No. 7 of the accompanying Ind AS Financial Statements wherein the company has stated that the Ministry of Corporate Affairs (MCA), Government of India, has vide its



letter dated October 1, 2018 initiated investigation by Serious Fraud Investigation Office (SFIO) against IL&FS (ultimate holding company) and its group companies under Section 212 (1) of the Companies Act, 2013. As a part of investigation of affairs of ITNL (the Holding Company), SFIO has also been seeking from ITNL various information including relating to project undertaken by the Company (for which ITNL acted as Development Contractor and promoter). The investigation is in progress and it is understood that the relevant information is being provided by ITNL to the agency. At this stage, no material impact/ implications had arisen from the aforesaid developments. However, an uncertainty relating to the future outcome of the regulatory actions is not determinable at this stage;

- 2) We draw attention to the Note No. 8 of the accompanying Ind AS Financial Statements wherein the company has stated that The New Board of IL & FS (ultimate holding Company) in January 2019 initiated a forensic examination for the period from April 2013 to September 2018 in relation to the certain Companies of the Group and appointed an independent third party for performing the forensic audit and to report the findings to the Board of Directors of IL&FS. The Company is not in the list of Companies identified by the New Board for forensic audit and hence no such specific audit of the affairs of the Company has been conducted. The independent third party had submitted their interim report in relation to the audit of ITNL (the Holding company) and its project related activities and the observations contained therein related primarily to the operations of ITNL. The said report was discussed by the Board of ITNL and is being dealt with in manner deemed fit by the Board of the Holding company. Observations made by the independent third party relating to the project undertaken by the Company, was presented to the Company's Board during the current financial year. After review of the observations, the Board is of the view that no adjustments are required in these financial statements for any consequential effects / matters that may arise from the said report.

The independent third party has conducted further audit procedures and submitted an additional report to ITNL. The said report is available in public domain. Since the audit is primarily relating to operation of the holding company, Company is not envisaging any adjustment in the financial statement in this regard;

- 3) We draw attention to the Note No. 9 of the accompanying Ind AS Financial Statements wherein the company has stated that Pursuant to the "Third Progress Report – Proposed Resolution Framework for the IL&FS Group" dated 17 December, 2018 and the "Addendum to the Third Progress Report – Proposed Resolution Framework for IL&FS Group" dated January 15, 2019 ("Resolution Framework Report") submitted by the Company to the Ministry of Corporate Affairs, Government of India which, in turn, was filed with the Hon'ble National Company Law Appellate Tribunal ("NCLAT"), the creditors of the Company were invited (via advertisement(s) dated May 22, 2019) to submit their claims as at October 15, 2018 with proof, on or before 5 June, 2019 (later extended till February 5, 2020)) to a Claims Management Advisor ("CMA") appointed by the IL&FS Group. The amounts claimed by the financial and operational creditors are assessed for admission by the CMA.

The CMA, vide their various communications to the management of the Company, have submitted their report on the status of the claims received and its admission status. The report is subject to updation based on additional information / clarification that may be received from the creditors in due course.

Management of the Company has reviewed the claims made by third parties with the CMA, and reconciled them with the books of accounts and accounted in the books of accounts appropriately;



- 4) We draw attention to the Note No. 10 of the accompanying Ind AS Financial Statements wherein the company has stated that the Company is not in compliance with the Companies Act 2013 as applicable to the Company. These non-compliances pertain to filing with Regulators and appointment of Key Management Personnel. Management is in the process of evaluating the financial and other consequences arising from such non-compliance and of making a comprehensive assessment of other non-compliances, to determine the impact / consequences, including financial and operational impact, of such non-compliances on the Company. Pending final determination and assessment thereof, no adjustments have been made to these Financial Statements.

However, based on the best assessment made by the management, the same is not likely to have a material impact on the financial statements.;

- 5) We draw attention to the Note No. 11 of the accompanying Ind AS Financial Statements wherein the company has stated that National Company Law Appellate Tribunal ("NCLAT") had passed an order on 15 October 2018 ("Interim Order") in Company Appeal (AT) 346 of 2018, imposing moratorium on the creditors of IL&FS and its 348 group companies, which includes the Company. Further, NCLAT vide its order dated 11 February 2019 had also classified the Company under the "Amber Category" based on a 12-month cash flow solvency test, indicating it is not in a position, to discharge its entire Debt as and when due. Accordingly, the Company is permitted to make only those payments necessary to maintain and preserve the going concern status. This consequently also resulted in downgrade of debt ratings of the Company. NCLAT vide its order dated 12 March 2020, had upheld its interim order of 15 October 2018. The said order specifies 15 October 2018 as the date of initiation of the Resolution Process of the Company. Accordingly, the Company has not accrued any interest, default interest, penal interest and any other similar charges after the said cut cut-off date of 15 October 2018 and also not repaid any principal amount of debt due. Consequently, the amount of unamortised transaction cost has only been amortised till the end of the financial year 2018-19 and no such cost has been amortised after such periods till date;
- 6) We draw attention to the Note No. 12 of the accompanying Ind AS Financial Statements wherein the company has stated that, based on the re-assessment of the incurrence of periodic maintenance cost pursuant to technical due diligence report from independent agency, there has been a remeasurement of the financial assets of the company. This has resulted into modification loss of Rs 879.28 million (Previous year Loss: Rs. 0.45 million) in accordance with the principle of IND-AS 109;

Our conclusion is not modified in respect of this matter.

#### **Management's Responsibilities for the Standalone Ind AS Financial Results**

These quarterly and annual financial results have been prepared on the basis of the standalone Ind AS financial statements for the year ended March 31, 2022. The Company's Board of Directors are responsible for the preparation and presentation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of



the accounting records, relevant to the preparation and presentation of the statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Standalone Ind AS Financial Results**

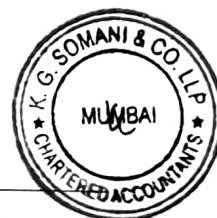
Our objectives are to obtain reasonable assurance about whether the statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the statement, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results of the Company to express an opinion on the financial results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant



ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**Other Matters**

The statement includes the results for the quarter ended March 31, 2022 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2022 and the published unaudited year to date figures up to the third quarter of the current financial year, which were subjected to limited review by us, as required under the Listing Regulations.

Our opinion is not modified in respect of the above matters.

**For K G Somani & Co LLP**  
**Chartered Accountants**  
**Firm Registration No: 006591N//N500377**



**Karan Chadha**  
**Partner**

**Membership No: 522201**

**UDIN: 22522201AJTJMV4446**

**Place: New Delhi**

**Date: 27 May 2022**

# JORABAT SHILLONG EXPRESSWAY LIMITED

Registered Office : The IL&FS Financial Center, Plot C-22, G Block, Bandra Kurla Complex,  
Bandra (East), Mumbai- 400051, India

Tel : 022-26533333 Fax : 022-26523979 Website : <https://www.itnlindia.com/JSEL-SPV.aspx>

CIN : U45203MH2010PLC204456

## Statement of Financial Results for the quarter and year ended March 31, 2022

Particulars	Quarter ended		Year ended	(Rs. in Lakhs)
	Dec 31, 2021	Mar 31, 2022	Mar 31, 2022	Mar 31, 2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1 Income from operations</b>				
(a) Revenue from operations	2,144	2,298	8,703	9,523
(b) Other income	121	1,078	2,218	2,103
<b>Total income</b>	<b>2,265</b>	<b>3,376</b>	<b>10,921</b>	<b>11,627</b>
<b>2 Expenses</b>				
(a) Construction Costs				39
(b) Operating expenses	501	733	1,957	1,630
(c) Employee benefits expense				
(d) Finance costs (net)	2	0	2	36
(e) Modification Loss (Refer note 12 below)	(44)	(47)	8,793	4
(f) Receivable written off		5	36	
(g) Other expenses	158	17	265	159
<b>Total expenses</b>	<b>618</b>	<b>707</b>	<b>11,053</b>	<b>1,870</b>
<b>3 Profit before Tax</b>	<b>1,647</b>	<b>2,669</b>	<b>(132)</b>	<b>9,757</b>
<b>4 Less : Tax expense</b>				
(1) Current Tax				
(2) Deferred Tax				
<b>5 Net profit after tax for the period/year</b>	<b>1,647</b>	<b>2,669</b>	<b>(132)</b>	<b>9,757</b>
<b>6 Other Comprehensive Income / (Expense) (after tax)</b>				
<b>7 Total comprehensive income (after tax)</b>	<b>1,647</b>	<b>2,669</b>	<b>(132)</b>	<b>9,757</b>
<b>8 Paid-up equity share capital (face value - ₹ 10 per share)</b>	<b>8,400</b>	<b>8,400</b>	<b>8,400</b>	<b>8,400</b>
<b>9 Paid-up Debt Capital</b>	<b>133,169</b>	<b>133,169</b>	<b>133,169</b>	<b>133,169</b>
<b>10 Net worth</b>	<b>(17,167)</b>	<b>(14,447)</b>	<b>(14,447)</b>	<b>(14,315)</b>
<b>11 Debenture Redemption Reserve</b>	<b>8,162</b>	<b>8,162</b>	<b>8,162</b>	<b>8,162</b>
<b>11 Earnings per share (of ₹ 10/- each) : (*Not annualised)</b>				
(a) Basic	1.96*	3.18*	(0.06)	11.62
(b) Diluted	1.96*	3.18*	(0.06)	11.62
<b>12 Ratios</b>				
(a) Debt/Equity Ratio (number of times)	(7.76)	(9.22)	(9.22)	(9.30)
(b) Debt Service Coverage Ratio (DSCR) (number of times)				
(Refer note 11 below)				
(c) Interest Service Coverage Ratio (ISCR) (number of times)				
(Refer note 11 below)				
(d) Assets Coverage Ratio (ACR) (number of times)	1.85	1.86	1.86	1.86
(e) Current Ratio (number of times)	3.50	3.86	3.86	3.40
(f) Long term debt to working capital	1.47	1.28	1.28	1.52
(g) Bad debts to account receivable ratio (number of times)	NIL	NIL	NIL	NIL
(h) Current liability ratio (number of times)	0.47	0.47	0.47	0.47
(i) Total debts to total assets (number of times)	0.93	0.92	0.92	0.91
(j) Debtors turnover (number of times)	NA	NA	NA	NA
(k) Inventory turnover	NA	NA	NA	NA
(l) Operating Margin (in %)	71%	69%	-21%	80%
(m) Net Profit Margin (in %)	77%	116%	-2%	102%
See accompanying Notes 1 to 15 to the financial results				



# Balance sheet as at March 31, 2022

(Rs. in Lakhs)

	As at March 31, 2022 (Audited)	As at March 31, 2021 (Audited)
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment		
Capital work-in-progress		
Intangible assets		
(i) under SCA		
(ii) others		
Financial assets		
(i) Investments		
(i) Other financial assets	62,393	71,985
Tax assets		
(i) Deferred Tax Asset (net)		
(ii) Current Tax Asset (Net)		
Other non-current assets		
(i) Capital advance		
<b>Total Non-current Assets</b>	<b>62,393</b>	<b>71,985</b>
<b>Current Assets</b>		
Financial assets		
(i) Trade receivables		231
(ii) Cash and cash equivalents	376	422
(iii) Bank balance other than (i) above	67,057	51,860
(iv) Investments	14,052	13,592
(v) Other financial assets	33	5,431
(c) Current tax assets (Net)	1,415	2,116
Other current assets	92	84
Assets classified as held for sale		
<b>Total Current Assets</b>	<b>83,025</b>	<b>73,736</b>
<b>Total Assets</b>	<b>145,418</b>	<b>145,721</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	8,400	8,400
Other Equity	(22,847)	(22,715)
Equity attributable to owners of the Company		
Non-controlling Interests	(14,447)	(14,315)
<b>Total Equity</b>	<b>(14,447)</b>	<b>(14,315)</b>
<b>LIABILITIES</b>		
<b>Non-current Liabilities</b>		
Financial Liabilities		
(i) Long-term borrowings	79,015	79,015
(ii) Trade payables		
(iii) Other financial liabilities	5,195	5,151
Provisions		
Deferred tax liabilities (Net)		
Other non-current liabilities		
<b>Total Non-current Liabilities</b>	<b>84,210</b>	<b>84,166</b>
<b>Current liabilities</b>		
Financial liabilities		
(i) Borrowings	54,154	54,154
(ii) Trade payables	17,805	17,942
(iii) Other financial liabilities	3,688	760
Provisions		
Current tax liabilities (Net)		
Other current liabilities	9	14
Liabilities directly associated with assets classified as held for sale		
<b>Total Current Liabilities</b>	<b>75,655</b>	<b>75,870</b>
<b>Total Liabilities</b>	<b>159,865</b>	<b>160,036</b>
<b>Total Equity and Liabilities</b>	<b>145,418</b>	<b>145,721</b>



# Statement Cash Flow for the Year Ended March 31, 2022

(Rs. in Lakhs)

Particulars	Year ended March 31 2022	Year ended March 31 2021
<b>Cash flows from operating activities</b>		
Profit/(Loss) for the year	(132)	9,756
Adjustments for:		
Construction Income		(34)
Finance Income	(6,557)	(7,703)
O&M Income	(1,271)	(1,205)
Construction Cost		39
Gain on MTM- Investment in Mutual fund	(461)	(468)
O&M Cost	1,159	1,099
Periodic maintenance Income	(876)	(582)
Periodic maintenance expenses	799	531
Modification loss	8,793	
Interest income recognised in profit or loss	(1,682)	(1,635)
	(228)	(202)
<b>Movements in working capital:</b>		
(Increase)/decrease in other financial assets & other assets (current and non current)	223	(217)
Increase/ (Decrease) in financial liabilities & other liabilities (current and non current)	(171)	133
	51	(85)
<b>Cash generated from operations</b>	(176)	(287)
Income taxes paid (net of refunds)	702	(338)
<b>Net cash generated by operating activities (A)</b>	525	(624)
<b>Cash flows from investing activities</b>		
(Increase) / Decrease in receivable under service concession arrangements (net)	12,731	12,733
Increase in Fixed Deposit (Having Maturity More than 3 Month)	(15,197)	(15,008)
Interest received	1,895	1,648
<b>Net cash used in investing activities (B)</b>	(571)	(628)
<b>Cash flows from financing activities</b>		
Finance cost paid		
<b>Net cash generated in financing activities (C)</b>		
<b>Net increase/ (decrease) in cash and cash equivalents (A+B+C)</b>	(46)	(1,252)
Cash and cash equivalents at the beginning of the year	422	1,674
<b>Cash and cash equivalents at the end of the year</b>	376	422
	<b>Year ended</b>	<b>Year ended</b>
	<b>March 31,</b>	<b>March 31,</b>
	<b>2022</b>	<b>2021</b>
<b>Components of Cash and Cash Equivalents</b>		
Cash on hand	-	-
Balances with Banks in current accounts	236	282
Balances with Banks in deposit accounts	140	140
<b>Cash and Cash Equivalents</b>	376	422





## Notes to the Financial Results for Quarter and Year Ended March 31, 2022

- 1 The above financial results of the Company has been reviewed by the Board of Directors at their meeting held on May 27 2022. The financial results for quarter and year ended March 31 2022 has been reviewed by the Statutory Auditor of the Company.
- 2 All secured borrowings obtained by the Company are covered under a pari-passu first charge in favour of the Debenture Trustee on the project assets and all tangible and intangible assets, including but not limited to rights over the project site, project documents, financial assets such as receivables, cash, investments, insurance proceeds, etc.
- 3 The Company is engaged in the business of setting up of infrastructure facility by way of development of infrastructure projects, operation and maintenance of infrastructural facilities. As such, all activities undertaken by the Company are incidental to the main business. There are no separate reportable business segments as per IND AS 108 on "Operating Segment".
- 4 Net worth as per Listing Regulations means net worth as defined in sub-section (57) of section 2 of the Companies Act, 2013.
- 5 IL & FS Board has been working on a resolution plan, with a view to enable value preservation for stakeholders of IL & FS group. The resolution plan, inter alia, involves sale of assets / business / companies owned by IL & FS Group. Further, in this regard, IL & FS Board, on December 21, 2018 invited public Expression of Interest (EOI) as part of the divestment process. The holding company received a bid from an external party in respect of the company and the same has been accepted by the Board of Directors of ITNL and IL&FS (the ultimate holding Company). While the final price is subject to various adjustments, the Company has used the bid price to determine the fair value of the asset. Shortfall in the value of the bid as compared to the carrying cost of the assets in the books of the Company as on March 31, 2019 recognized as impairment in the value of these assets in the financial statement during previous year. As the bid being continued, management is of the view that no further impairment is required for FY 2021-22.
- 6 The National Company Law Tribunal ("NCLT"), vide order dated January 1, 2019, had allowed a petition filed by the Union of India, for re-opening of the books of accounts and re-casting the financial statements under the provisions of Section 130 of the Companies Act, 2013 for the financial years from 2012-13 to 2017-18, of Infrastructure Leasing & Financial Services Limited ("IL&FS"), and its subsidiaries namely IL&FS Financial Services Limited ("IFIN") and IL&FS Transportation Network Limited ("ITNL"), the holding Company.

The Company's financial statement are not subject to any reopening/recasting and it is expected that impact, if any, arising out of the said reopening / recasting would be limited to above mentioned three entities only. Hence, Company is not envisaging any adjustment in financial statement in this regard.

The Ministry of Corporate Affairs (MCA), Government of India, has vide its letter dated October 1, 2018 initiated investigation by Serious Fraud Investigation Office (SFIO) against IL&FS (ultimate holding company) and its group companies under Section 212 (1) of the Companies Act, 2013. As a part of investigation of affairs of ITNL (the Holding Company), SFIO has also been seeking from ITNL various information including relating to project undertaken by the Company (for which ITNL acted as Development Contractor and promoter). The investigation is in progress and it is understood that the relevant information is being provided by ITNL to the agency. At this stage, no material impact/ implications had arisen from the aforesaid developments. However, an uncertainty relating to the future outcome of the regulatory actions is not determinable at this stage.

- 8 The New Board of IL & FS (ultimate holding Company) in January 2019 initiated a forensic examination for the period from April 2013 to September 2018 in relation to the certain Companies of the Group and appointed an independent third party for performing the forensic audit and to report the findings to the Board of Directors of IL&FS. The Company is not in the list of Companies identified by the New Board for forensic audit and hence no such specific audit of the affairs of the Company has been conducted. The independent third party had submitted their interim report in relation to the audit of ITNL (the Holding company) and its project related activities and the observations contained therein related primarily to the operations of ITNL. The said report was discussed by the Board of ITNL and is being dealt with in manner deemed fit by the Board of the Holding company. Observations made by the independent third party relating to the project undertaken by the Company, was presented to the Company's Board during the current financial year. After review of the observations, the Board is of the view that no adjustments are required in these financial statements for any consequential effects / matters that may arise from the said report. The independent third party has conducted further audit procedures and submitted an additional report to ITNL. The said report is available in public domain. Since the audit is primarily relating to operation of the holding company, Company is not envisaging any adjustment in the financial statement in this regard.
- 9 Pursuant to the "Third Progress Report – Proposed Resolution Framework for the IL&FS Group" dated 17 December, 2018 and the "Addendum to the Third Progress Report – Proposed Resolution Framework for IL&FS Group" dated January 15, 2019 ("Resolution Framework Report") submitted by the Company to the Ministry of Corporate Affairs, Government of India which, in turn, was filed with the Hon'ble National Company Law Appellate Tribunal ("NCLAT"), the creditors of the Company were invited (via advertisement(s) dated May 22, 2019) to submit their claims as at October 15, 2018 with proof, on or before 5 June, 2019 (later extended till February 5, 2020) to a Claims Management Advisor ("CMA") appointed by the IL&FS Group. The amounts claimed by the financial and operational creditors are assessed for admission by the CMA.

The CMA, vide their various communications to the management of the Company, have submitted their report on the status of the claims received and its admission status. The report is subject to updation based on additional information / clarification that may be received from the creditors in due course.

Management of the Company has reviewed the claims made by third parties with the CMA, and reconciled them with the books of accounts and accounted in the books of accounts appropriately.



## Notes to the Financial Results for Quarter and Year Ended March 31, 2022

- 10 The Company is not in compliance with the Companies Act 2013, as applicable to the Company. These non-compliances pertain to filings with Regulators and appointment of Key Management personnel. These do not have an impact on financial reporting.
- 11 National Company Law Appellate Tribunal ("NCLAT") had passed an order on October 15, 2018 ("Interim Order") in Company Appeal (AT) 346 of 2018, imposing moratorium on the creditors of IL&FS and its 348 group companies which includes the Company. Further, NCLAT vide its order dated February 11, 2019 had also classified the Company under the "Amber Category" based on a 12 month cash flow solvency test, indicating it is not in a position to discharge its entire Debt as and when due. Accordingly, the Company is permitted to make only those payments necessary to maintain and preserve the going concern status. This consequently also resulted in downgrade of debt ratings of the Company. NCLAT vide its order dated March 12, 2020, had upheld its interim order of October 15, 2018. The said order specifies October 15, 2018 as the date of initiation of the Resolution Process of the Company. Accordingly the Company has not accrued any interest, default interest, penal interest and any other similar charges after the said cut-off date of October 15, 2018 and also not repaid any principle amount of debt due. Consequently, the amount of unamortised transaction cost has only been amortised till the end of the financial year 2018-19 and no such cost has been amortised after such periods till date.
- 12 Based on the report submitted by an independent agency, in the month of September 2021, the company has estimated an increase in its overlay cost (periodic maintenance cost) aggregating to Rs. 12,341 lakhs, till the end of the concession period of the project. The impact of this estimation of escalated cost has been taken into consideration by the management of the company and a modification loss amounting to Rs. 8,793 Lakhs have been recorded in these financial statements in accordance to the provisions of Ind AS 109.
- 13 Details of Credit Rating:  
Non-convertible debentures ("NCDs"): CARE D, India Rating and Research Private Limited IND D
- 14 No complaints were received during the period. However, 7 (Seven) complaints are pending as on March 31, 2022.
- 15 Figures for the previous period / year have been regrouped, reclassified where necessary, to conform to the classification of the current period.

Place: Mumbai  
Date: May 27, 2022



For and on behalf of the Board

  
Vijay Kini  
Director  
DIN:06612768

**JORABAT SHILLONG EXPRESSWAY LIMITED**

Transactions related parties

Half Year ended March 31, 2022

₹ in Millions

Particulars	Company's Name	Ultimate Holding Company	Holding Company	Fellow Subsidiaries of Holding Company	Directors & KMPs	Total
		IL&FS	ITNL			
Operation & Maintenance Cost	Elsamex Maintenance Services Limited			49.92		49.92
Major Maintenance cost	Elsamex Maintenance Services Limited	-		32.81	-	32.81
Out of pocket expenses	Elsamex Maintenance Services Limited			0.11		0.11
Deputation Cost	IL&FS Transportation Networks Limited		1.29			1.29
Reimbursement of Insurance cost	IL&FS Transportation Networks Limited		0.40			0.40
Finance Charges	Livia India Ltd			0.29		0.29
Receivable w/off	Infrastructure Leasing & Financial Services Ltd	0.20				0.20

For Jorabat Shillong Expressway Limited

  
**Vijay Kini**  
 Director  
 DIN: 06612768

Date: May 27, 2022



**Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2022**  
**[See Regulation 33/52 of the SEBI (LOOR) (Amendment) Regulations, 2016]**

		(Rs. in Lakhs)	
	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	Turnover / Total income	10,921	Not Determinable
	Total Expenditure	11,053	
	Net Profit / (Loss)	-132	
4	Earnings Per Share	0	
5	Total Assets	145,418	
6	Total Liabilities	159,865	
7	Net Worth	-14,447	
	Any other financial item(s) (as felt appropriate by the management)	None	

1	Details of Audit qualifications	We draw attention to the Note No. 5 of the accompanying Ind AS Financial Statements wherein the company has disclosed that an impairment loss as at 31 March 2019, for its financial assets based on the bid received by the holding company for divestment of its stake in the company, which is based on the enterprise value, which is not in line with the requirements of Ind AS 36, Impairment of Assets, the impact thereof, if any, is not determinable. The same was also a subject matter in the previous auditor's report of the company for the year ended 31 March 2019, 31 March 2020 and 31 March 2021
2	Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion	Qualified Opinion
	Frequency of qualification: Whether appeared first time / repetitive / since how long continuing	Sixth time
4	For Audit Qualification(s) where the impact is quantified by the auditor Management's Views:	Not Applicable
5	For Audit Qualification (s) where the impact is not quantified by the auditor:	Non determinable
	(i) Management's estimation on the impact of audit qualification	
6	(ii) If management is unable to estimate the impact, reasons for the same:	Non determinable
7	Auditors' Comments on (i) or (ii) above:	We concur with the management views that the impact is not determinable presently.

In terms of our report attached.

For **K G Somani & Co LLP**

Chartered Accountants

Firm Registration Number-006591N / N500377



Karan Chadha

Partner

Membership Number - 522201

Place

Date



On behalf of the Board of Directors



Vijay Kini

Director

DIN:06612768

Place: Mumbai

Date: May 27, 2022