

**CHONGQING YUHE EXPRESSWAY CO. LTD.**

**FINANCIAL STATEMENT**

**2014-15**

## **Independent auditor's report on special purpose financial information prepared for consolidation purposes**

**From:** PricewaterhouseCoopers Zhong Tian LLP, Chongqing Branch,  
Chongqing, the People's Republic of China

**Date:** 29 April 2015

**Subject:** Component Audit of Chongqing Yuhe Expressway Company Limited  
for the year ended 31 March 2015

**To:** Deloitte Haskins & Sells, Chartered Accountants, Mumbai, India

As requested in your Group Referral Instructions issued on 24 March 2015, we have audited, for purposes of your audit of the consolidated financial statements of IL&FS Transportation Networks Limited ("ITNL"), the accompanying special purpose financial information of Chongqing Yuhe Expressway Company Limited ("Chongqing Yuhe") as of 31 March 2015 and for the year then ended. This special purpose financial information has been prepared solely to enable ITNL to prepare its consolidated financial statements.

### ***Management's responsibility for the special purpose financial information***

Management is responsible for the preparation and presentation of this special purpose financial information in accordance with policies and instructions contained in Group Referral Instructions issued on 24 March 2015, and for such internal control as management determines is necessary to enable the preparation of special purpose financial information that is free from material misstatement, whether due to fraud or error.

### ***Auditor's responsibility***

Our responsibility is to express an opinion on this special purpose financial information based on our audit. We conducted our audit in accordance with International Standards on Auditing. International Standards on Auditing require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the special purpose financial information is free from material misstatement. As requested by you, we planned and performed our audit using the materiality level specified in your instructions, which is different than the materiality level that we would have used had we been designing the audit to express an opinion on the special purpose financial information of the component alone.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial information. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the special purpose financial information, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the special purpose financial information 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, made by management, as well as evaluating the overall presentation of the special purpose financial information.

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

## **Opinion**

In our opinion, the accompanying special purpose financial information for Chongqing Yuhe as of 31 March 2015 and for the year then ended has been prepared, in all material respects in accordance with the policies and instructions contained in Group Referral Instructions issued on 24 March 2015.

## **Restriction on use and distribution**

This special purpose financial information has been prepared for purposes of providing information to ITNL to enable it to prepare the consolidated financial statements of the group. As a result, the special purpose financial information is not a complete set of financial statements of Chongqing Yuhe in accordance with the accounting policies generally accepted in India and is not intended to present fairly, in all material respects, the financial position of Chongqing Yuhe as of 31 March 2015, and its financial performance and its cash flows for the year then ended in accordance with the accounting policies generally accepted in India. The financial information may, therefore, not be suitable for another purpose.

This report is intended solely for Deloitte Haskins & Sells, Chartered Accountants, Mumbai, India and should not be used by or distributed to other parties.

  
PricewaterhouseCoopers Zhong Tian LLP

**Chongqing Branch**

**29 April 2015**

**Chongqing, the PRC**

**SPECIAL PURPOSE FINANCIAL STATEMENTS**  
**Chongqing Yuhe Expressway Company Limited**  
**Balance Sheet as at March 31, 2015**

	Particulars	Note	As at	
			March 31, 2015	March 31, 2014
I	<b>EQUITY AND LIABILITIES</b>			
1	<b>SHAREHOLDERS' FUNDS</b>			
	(a) Share capital	2	1,574,812,062.26	1,574,812,062.26
	(b) Reserves and surplus	3	101,176,072.60	27,660,410.42
			1,675,988,134.86	1,602,472,472.68
2	<b>MINORITY INTEREST</b>			
3	<b>NON-CURRENT LIABILITIES</b>			
	(a) Long-term borrowings	4 (A)	1,580,000,000.00	1,744,000,000.00
	(b) Deferred tax liabilities (Net)	6	-	-
	(c) Other long term liabilities	7	-	-
	(d) Long-term provisions	9	52,962,027.91	34,546,182.17
			1,632,962,027.91	1,778,546,182.17
4	<b>CURRENT LIABILITIES</b>			
	(a) Current maturities of long-term debt	4 (B)	82,000,000.00	40,500,000.00
	(b) Short-term borrowings	5	-	-
	(c) Trade payables		8,150,406.27	14,293,810.22
	(d) Other current liabilities	8	9,264,968.85	7,874,705.32
	(e) Short-term provisions	10	14,979,201.79	113,311,908.56
			114,394,576.91	175,980,424.10
	<b>TOTAL</b>		<b>3,423,344,739.68</b>	<b>3,556,999,078.95</b>
II	<b>ASSETS</b>			
1	<b>NON CURRENT ASSETS</b>			
	(a) Fixed assets	11		
	(i) Tangible assets (net)		42,776,086.02	37,957,439.82
	(ii) Intangible assets (net)		3,287,178,831.15	3,365,738,771.79
	(iii) Capital work-in-progress		-	3,206,466.61
	(iv) Intangible assets under development		-	-
			3,329,954,917.17	3,406,902,678.22
	(b) Goodwill on consolidation (net)		-	-
	(c) Non-current investments (net)	12	-	-
	(d) Deferred tax assets (Net)	6	7,998,781.07	5,181,927.83
	(e) Long-term loans and advances (net)	14	-	-
	(f) Other non-current assets	16	-	-
			7,998,781.07	5,181,927.83
2	<b>CURRENT ASSETS</b>			
	(a) Current Investments	13	40,000,000.00	-
	(b) Inventories	18	144,568.75	179,100.01
	(c) Trade receivables (net)	19	10,075,599.96	44,840,000.00
	(d) Cash and bank balances	20	29,277,772.80	96,533,648.36
	(e) Short-term loans and advances	15	150,887.82	159,538.00
	(f) Other current assets	17	5,742,212.11	3,202,186.53
			85,391,041.44	144,914,472.90
	<b>TOTAL</b>		<b>3,423,344,739.68</b>	<b>3,556,999,078.95</b>

Notes 1 to 36 form part of the special purpose financial statements.

In terms of our report attached.  
For PricewaterhouseCoopers Zhong Tian LLP  
Chongqing Branch

For and on behalf of the Board



Managing Director                      Director  
Chief Financial Officer                      Company Secretary

Chongqing, the PRC

Chongqing, the PRC

**SPECIAL PURPOSE FINANCIAL STATEMENTS**  
**Chongqing Yuhe Expressway Company Limited**  
**Statement of Profit and Loss for the year ended March 31, 2015**

	Particulars	Note	For the year ended March 31, 2015	For the year ended March 31, 2014
I	Revenue from operations	22	456,936,478.93	421,339,090.11
II	Other income	23	7,710,983.87	9,432,508.31
III	Total revenue (I + II)		464,647,462.80	430,771,598.42
IV	Expenses			
	Cost of materials consumed	24	-	-
	Operating expenses	25	64,880,902.24	62,125,632.84
	Employee benefits expense	26	7,421,193.64	1,988,669.14
	Finance costs	27	115,494,201.15	120,318,468.45
	Administrative and general expenses	28	31,904,537.32	30,278,057.91
	Depreciation and amortization expense		93,686,997.94	89,247,228.13
	Provision for diminution in value of investments			
	Amortisation of goodwill			
	Total expenses		313,387,832.29	303,958,056.47
V	Profit / (Loss) before exceptional and extraordinary items and tax (III-IV)		151,259,630.51	126,813,541.95
VI	Add / (Less) : Exceptional items			
VII	Profit / (Loss) before extraordinary items and tax (V-VI)		151,259,630.51	126,813,541.95
VIII	Add / (Less) : Extraordinary items			
IX	Profit / (Loss) before tax (VII-VIII)		151,259,630.51	126,813,541.95
X	Tax expense:			
	(1) Current tax		25,506,345.15	21,423,536.42
	(2) Tax relating to earlier year			
	(3) Deferred tax		(2,762,376.82)	(2,398,790.80)
	(4) MAT credit entitlement			
	Total tax expenses (X)		22,743,968.33	19,024,745.62
XI	Profit / (Loss) from continuing operations before consolidation adjustment (IX-X)		128,515,662.18	107,788,796.33
	Share of profit / (loss) transferred to minority interest (net)			
	Share of profit / (loss) of associates (net)			
XII	Profit / (Loss) from Continuing operation after consolidation adjustment		128,515,662.18	107,788,796.33
XIII	Profit / (Loss) from discontinuing operations			
XIV	Tax expense of discontinuing operations			
XV	Profit / (Loss) from Discontinuing operations (after tax) (XIII-XIV)		-	-
XVI	Profit / (Loss) for the year (XII-XV)		128,515,662.18	107,788,796.33
	Earnings per equity share (Face value per share Rupees 10/-):	29		
	(1) Basic (not annualised)		-	-
	(2) Diluted (not annualised)		-	-

Notes 1 to 36 form part of the special purpose financial statements.

In terms of our report attached.  
For PricewaterhouseCoopers Zhong Tian LLP  
Chongqing Branch



Chongqing, the PRC

For and on behalf of the Board

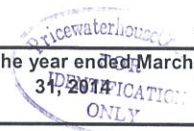
Managing Director                      Director

Chief Financial Officer                      Company Secretary

Chongqing, the PRC

**SPECIAL PURPOSE FINANCIAL STATEMENTS**  
**Chongqing Yuhe Expressway Company Limited**  
**Cash Flow Statement for the year ended March 31, 2015**

	For the year ended March 31, 2015	For the year ended March 31, 2014
<b>Cash Flow from Operating Activities</b>		
<b>Profit Before Taxes, Minority Interest and Share of Associates</b>	151,259,630.51	126,813,541.95
<b>Adjustments for :-</b>		
Interest on loans granted	-	-
Interest on debentures	-	-
Interest on call money	-	-
Interest on bank deposits	(644,223.26)	(699,475.88)
Interest on short term deposit	-	-
Interest on Advance Against Property	-	-
Profit on sale of investments (net)	(1,512,630.13)	(543,150.69)
Dividend income	-	-
Finance costs	115,494,201.15	120,318,468.45
Loss on sale of fixed assets (net)	330,177.23	5,035.65
Provision for employee benefits (net)	-	-
Provision for Gratuity	-	-
Depreciation and amortization expense	93,686,997.94	89,247,228.13
Provision for Bad and Doubtful Debts	-	-
Provision for Overlay expenses	18,415,845.74	15,991,938.65
Provision for diminution in value of investments	-	-
Unrealised Foreign Exchange differences @	-	-
Preliminary expense written off	-	-
Provision for contingency	-	-
Excess provisions written back	-	-
<b>Operating profit before Working Capital Changes</b>	<b>377,029,999.18</b>	<b>351,133,586.26</b>
<b>Adjustments changes in working capital:</b>		
Decrease / (Increase) in Trade receivables	34,764,400.04	(3,395,000.00)
(Decrease) / Increase in other assets & loans and advances (current and non current)	(2,496,844.14)	(2,030,187.28)
Increase in liabilities (current and non current)	10,232,775.34	15,086,054.54
<b>Cash Generated from Operations</b>	<b>419,530,330.42</b>	<b>360,794,453.52</b>
Direct Taxes paid (Net)	(37,994,460.24)	(32,929,292.23)
<b>Net Cash generated from Operating Activities (A)</b>	<b>381,535,870.18</b>	<b>327,865,161.29</b>
<b>Cash flow from Investing Activities</b>		
Additions to fixed assets @@	(17,147,756.42)	(10,962,086.44)
Increase in Receivable under Service Concession Arrangement	-	-
Proceeds from sale of fixed assets	78,342.30	442,672.16
Purchase of / advance towards investments (net)	(180,000,000.00)	(80,000,000.00)
Acquisition of Subsidiaries / Jointly Controlled Entities	-	-
Sale proceeds of investments	140,000,000.00	130,000,000.00
Investments in Mutual Funds	-	-
Proceeds from redemption of Mutual Fund units	-	-
Long term loans given @@@	-	-
Long term loans recovered @@@	-	-
Short term loans given @@@	-	-
Short term loans recovered @@@	-	-
Interest received	2,156,853.39	1,242,626.57
Dividend received	-	-
Inter-corporate deposits placed (net)	-	-
Advance against property	-	-
<b>Net Cash used in Investing Activities (B)</b>	<b>(54,912,560.73)</b>	<b>40,723,212.29</b>



<b>Cash flow from Financing Activities</b>		
Proceeds from Issue of Shares		
Share Issue expenses paid		
(Decrease)/ Increase in Advance towards capital		
Proceeds from borrowings from related party @@@	-	-
Repayments of borrowings from related party @@@	(200,250,000.00)	(1,517,750,000.00)
Proceeds from borrowings @@@	200,250,000.00	1,480,750,000.00
Repayments of borrowings @@@	(122,500,000.00)	(70,500,000.00)
Interest and Finance costs paid	(114,380,837.61)	(118,281,000.39)
Dividend payment	(156,998,347.40)	(63,646,734.13)
Tax on Dividend paid		
Capital Grant received		
Proceeds from minority interest		
<b>Net Cash generated from Financing Activities (C)</b>	<b>(393,879,185.01)</b>	<b>(289,427,734.52)</b>
<b>Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>(67,255,875.56)</b>	<b>79,160,639.06</b>
Cash and Cash Equivalent at the beginning of the year	96,533,648.36	17,373,009.30
(+)(-) Impact of foreign currency translation		
(+)(-) Impact of acquisition / sale of subsidiaries / Jointly controlled entities	29,277,772.80	96,533,648.36
Cash and Cash Equivalent at the end of the year		
<b>Net Increase / (Decrease) in Cash and Cash Equivalents</b>	<b>(67,255,875.56)</b>	<b>79,160,639.06</b>

<b>Components of Cash and Cash Equivalents</b>		
Cash on hand	-	
Balances with Banks in current accounts	29,277,772.80	96,533,648.36
Balances with Banks in deposit accounts	-	
	29,277,772.80	96,533,648.36
Unpaid Dividend Accounts	-	
Bank balances held as margin money or as security against borrowings	-	
<b>Cash and Cash Equivalents as per Balance Sheet</b>	<b>29,277,772.80</b>	<b>96,533,648.36</b>

@ Please ensure that movements in FCTR are not reflected here.

@@ In case of borrowing costs capitalised, same is to be segregated while preparing cash flow and shown separately under financing activities as per AS 3

@@@ Do not show the net figure of repayment and proceeding of borrowings and loans given. Both are to be shown separately under financing & investment activities respectively.

Notes 1 to 36 form part of the special purpose financial statements.


In terms of our report attached.

For PricewaterhouseCoopers Zhong Tian LLP  
Chongqing Branch

For and on behalf of the Board



Managing Director                      Director

  
Chief Financial Officer                      Company Secretary

Chongqing, the PRC

Chongqing, the PRC

**SPECIAL PURPOSE FINANCIAL STATEMENTS**

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**Chongqing Yuhe Expressway Company Limited**

**Notes forming part of the Financial Statements for the year ended March 31, 2015**



**Note 1: Significant Accounting policies**

**Refer Instructions**





**SPECIAL PURPOSE FINANCIAL STATEMENTS**

Chongqing Yuhe Expressway Company Limited

Notes forming part of the Financial Statements for the year ended March 31, 2015

**Note 2: Share capital**

Particulars	As at March 31, 2015		As at March 31, 2014	
	Number		Number	
<b>Authorised</b> Equity Shares of Rupees 10/- each		1,574,812,062.26		1,574,812,062.26
<b>Issued</b> Equity Shares of Rupees 10/- each		1,574,812,062.26		1,574,812,062.26
<b>Subscribed and Paid up</b> Equity Shares of Rupees 10/- each fully paid (refer foot note no. i, ii, and iii)		1,574,812,062.26		1,574,812,062.26
<b>Total</b>	-	<b>1,574,812,062.26</b>	-	<b>1,574,812,062.26</b>

**Foot Notes:**

i. Of the above \_\_\_\_\_ 0 \_\_\_\_\_ shares are held by the holding Company (As at March 31, 2014 : \_\_\_\_\_ 0 \_\_\_\_\_).

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

Particulars	As at March 31, 2015		As at March 31, 2014	
	Equity Shares		Equity Shares	
	No. of Shares		No. of Shares	
Shares outstanding at the beginning of the year	-	1,574,812,062.26		1,574,812,062.26
Shares issued during the year				
Shares bought back during the year				
Shares outstanding at the end of the year	-	1,574,812,062.26	-	1,574,812,062.26

iii. Shareholding more than 5% shares

Name of Shareholder	As at March 31, 2015		As at March 31, 2014	
	No. of Shares held	% of total holding	No. of Shares held	% of total holding
ITNL International Pte Limited (IIPL)		49.00%		49.00%
Chongqing Expressway Group Company Limited (CEG)		51.00%		51.00%
<b>Total</b>	-	<b>100.00%</b>	-	<b>100.00%</b>

**SPECIAL PURPOSE FINANCIAL STATEMENTS**  
**Chongqing Yuhe Expressway Company Limited**  
**Notes forming part of the Financial Statements for the year ended March 31, 2015**

**Note 3: Reserves and surplus**

Particulars	As at March 31, 2015		As at March 31, 2014	
<b>(a) Securities Premium Account</b>				
Opening balance				
(+) Securities premium credited on Share issue				
(-) Premium utilised for various reasons		-		-
<b>(b) General Reserve</b>				
Opening balance				
(+) Current year transfer				
(-) Written back in current year		-		-
<b>(c) Debenture Redemption Reserve</b>				
Opening balance				
(+) Created during the year				
(-) Written back in current year		-		-
<b>(d) Capital Reserve</b>				
Opening balance				
(+) Created during the year				
(-) Written back in current year		-		-
<b>(e) Other Reserves (refer foot note no. i)</b>				
Foreign currency translation reserve				
Cash flow hedge reserve		-		-
<b>(f) Capital Reserve on Consolidation</b>				
Opening balance				
(+) On account of acquisition / merger				
(-) Written back in current year		-		-
<b>(g) Profit / (Loss) Surplus</b>				
Opening balance	27,660,410.42		21,869,961.49	
(+) Profit for the current year	128,515,662.18		107,788,796.33	
(-) Consolidation adjustment (refer foot note no. I (a))				
(-) Transfer to general reserves				
(-) Transfer to debenture redemption reserve				
(-) Provision for proposed dividends			101,998,347.40	
(-) Dividends (including dividend tax)	55,000,000.00			
(-) Premium on preference shares of subsidiary				
(-)Tax on dividend and premium on preference shares of subsidiary		101,176,072.60		27,660,410.42
<b>Total</b>		<b>101,176,072.60</b>		<b>27,660,410.42</b>



**Foot Note:**

**i(a). Breakup of Consolidation adjustment**

Reasons / Description of Adjustment	As at March 31, 2015	As at March 31, 2014
<b>Total</b>	-	-

**i(b). Foreign currency translation reserve**

Particulars	As at March 31, 2015	As at March 31, 2014
Balance at the beginning of the year [net of deferred tax asset (net) of ` _____, (previous year ` _____)]	-	
Movement for the year (net) [net of deferred tax asset of ` _____ (Previous Year ` _____)]		
Balance at the end of the year	-	-

**i(c). Cash flow hedge reserve**

The movement in hedging reserve held by a subsidiary during the year ended March 31, 2015 for derivatives designated as Cash flow hedges is as follow:

Particulars	As at March 31, 2015	As at March 31, 2014
Balance at the beginning of the year	-	
Movement for the year (net) **		
Balance at the end of the year	-	-

**SPECIAL PURPOSE FINANCIAL STATEMENTS**

Chongqing Yuhe Expressway Company Limited

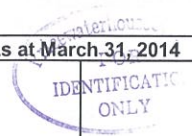
Notes forming part of the Financial Statements for the year ended March 31, 2015

**Note 4: (A) Long-term borrowings**

Particulars	As at March 31, 2015		As at March 31, 2014	
<b>(a) Bonds / Debentures</b>				
<b>(i) Secured</b>				
Non convertible debentures				
Non convertible debentures - Related party				
Optionally Convertible debentures				
Optionally Convertible debentures - Related party				
Deep discount bonds				
Deep discount bonds - Related party				
		-		-
<b>(ii) Unsecured</b>				
Non convertible debentures				
Non convertible debentures - Related party				
Optionally Convertible debentures				
Optionally Convertible debentures - Related party				
Deep discount bonds				
Deep discount bonds - Related party				
		-		-
<b>(b) Term Loans</b>				
<b>(i) Secured</b>				
From banks	1,580,000,000.00		1,543,750,000.00	
From financial institutions				
From others				
From Related party		1,580,000,000.00		1,543,750,000.00
<b>(ii) Unsecured</b>				
From banks				
From financial institutions				
From others				
From Related party		-	200,250,000.00	200,250,000.00
<b>(c) Long term maturities of finance lease obligations</b>				
<b>(i) Secured</b>				
From Related party				
From others				
<b>(ii) Unsecured</b>				
From Related party				
From others		-		-
<b>Total</b>		<b>1,580,000,000.00</b>		<b>1,744,000,000.00</b>

Note 4: (B) Current maturities of long-term debt

Particulars	As at March 31, 2015		As at March 31, 2014	
<b>(a) Bonds / Debentures</b>				
<b>(i) Secured</b>				
Non convertible debentures				
Non convertible debentures - Related party				
Optionally Convertible debentures				
Optionally Convertible debentures - Related party				
Deep discount bonds				
Deep discount bonds - Related party				
		-		-
<b>(ii) Unsecured</b>				
Non convertible debentures				
Non convertible debentures - Related party				
Optionally Convertible debentures				
Optionally Convertible debentures - Related party				
Deep discount bonds				
Deep discount bonds - Related party				
		-		-
<b>(b) Term Loans</b>				
<b>(i) Secured</b>				
From banks	82,000,000.00		40,500,000.00	
From financial institutions				
From others				
From Related party		82,000,000.00		40,500,000.00
<b>(ii) Unsecured</b>				
From banks				
From financial institutions				
From others				
From Related party				
		-	-	-
<b>(c) Finance lease obligations</b>				
<b>(i) Secured</b>				
From Related party				
From others				
<b>(ii) Unsecured</b>				
From Related party				
From others				
		-		-
<b>Total</b>		<b>82,000,000.00</b>		<b>40,500,000.00</b>



**SPECIAL PURPOSE FINANCIAL STATEMENTS**

Chongqing Yuhe Expressway Company Limited

Notes forming part of the Financial Statements for the year ended March 31, 2015

**Note 5: Short-term borrowings-Nil**

Particulars	As at March 31, 2015		As at March 31, 2014	
<b>(a) Loans repayable on demand</b>				
<b>(i) Secured</b>				
From banks				
From financial institutions				
From others				
From Related party		-		-
<b>(ii) Unsecured</b>				
From banks				
From financial institutions				
From others				
From Related party		-		-
<b>(b) Short term loans</b>				
<b>(i) Secured</b>				
From banks				
From financial institutions				
From others				
From Related party		-		-
<b>(ii) Unsecured</b>				
From banks				
From financial institutions				
From others				
From Related party		-		-
<b>(c) Commercial paper</b>				
Unsecured				
Less : Unexpired discount		-		-
<b>(d) Deposits</b>				
<b>(i) Secured</b>				
From others				
From Related party				
<b>(ii) Unsecured</b>				
From others				
From Related party		-		-
<b>Total</b>		-		-

**SPECIAL PURPOSE FINANCIAL STATEMENTS**  
**Chongqing Yuhe Expressway Company Limited**  
**Notes forming part of the Financial Statements for the year ended March 31, 2015**



**Note 6: Deferred tax liabilities (Net) and Deferred tax assets (Net)**

The entity have net deferred tax liabilities or deferred tax assets aggregating ` \_\_\_7,998,781.07\_` as at March 31, 2015 ( March 31, 2014 ` \_\_\_5,181,927.83\_\_\_`).

a) A breakdown of the components of deferred tax liabilities is furnished below:

Particulars	As at March 31, 2014	Movement @@@	As at March 31, 2015
<b>Liabilities:</b>			
Timing differences in respect of construction margin			-
Timing differences in respect of depreciation			-
Timing differences in respect of _____ @@			-
<b>Assets:</b>			
Timing differences in respect of depreciation			-
Timing differences in respect of employee benefits			-
Timing differences in respect of unabsorbed depreciation ##			-
Timing differences in respect of unabsorbed losses ##			-
Timing differences in respect of provision for doubtful debts			-
Timing differences in respect of provision for overlay			-
Timing differences in respect of _____ @@			-
<b>Net deferred tax liability</b>	-	-	-

b) A breakdown of the components of deferred tax assets is furnished below:

Particulars	As at March 31, 2014	Movement @@@	As at March 31, 2015
<b>Liabilities:</b>			
Timing differences in respect of construction margin			-
Timing differences in respect of depreciation			-
Timing differences in respect of _____ @@			-
<b>Assets:</b>			
Timing differences in respect of depreciation	-	54,476.88	<b>54,476.88</b>
Timing differences in respect of employee benefits			-
Timing differences in respect of unabsorbed depreciation ##			-
Timing differences in respect of unabsorbed losses ##			-
Timing differences in respect of provision for doubtful debts			-
Timing differences in respect of provision for overlay	5,181,927.83	2,762,376.36	<b>7,944,304.19</b>
Timing differences in respect of _____ @@			-
<b>Net deferred tax asset</b>	<b>5,181,927.83</b>	<b>2,816,853.24</b>	<b>7,998,781.07</b>

@@ In case of deferred tax on components other than mentioned above please explain the detail nature thereof.

@@@ Difference between amount reported as deferred tax charge or credit in P&L as compared to these amount be reported here.

## Deferred tax assets on unabsorbed losses and depreciation can be booked only in case of virtual certainty supported by convincing evidence. Please give below the detailed convincing evidence on the basis of which the deferred tax asset has been recognised.

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**Note 7: Other long term liabilities-Nil**

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Trade Payables				
From related parties				
From others (give breakup to the extent possible)		-		-
(b) Others				
(i) Redemption premium accrued but not due on borrowings				
From related parties				
From others		-		-
(ii) Mobilisation advance received				
From related parties				
From others		-		-
(iii) Option premium liabilities		-		-
(iv) Security Deposits				
From related parties				
From others		-		-
(v) Deferred Payment Liabilities				
From related parties				
From others		-		-
(vi) Retention Money Payable				
From related parties				
From others		-		-
(vii) Interest accrued but not due on borrowings				
From related parties				
From others		-		-
(viii) Other long term liabilities @				
From related parties				
From others		-		-
<b>Total</b>		-		-

@ Please do not include any item as others in the breakup and give nature of each item

**Note 8: Other current liabilities**

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Interest accrued but not due on borrowings				
From related parties				
From others		-		
(b) Interest accrued and due on borrowings				
From related parties				
From others	3,150,831.60	3,150,831.60	2,037,468.06	2,037,468.06
(c) Income received in advance				
From related parties				
From others		-		-
(d) Advance received				
From related parties				
From others		-		-
(e) Unearned revenue				
From related parties				
From others		-		-
(f) Mobilisation advance received				
From related parties				
From others		-		-
(g) Statutory dues				
		-		-
(h) Unpaid dividend				
		-		-
(i) Payable for purchase of capital assets				
From related parties				
From others		-		-
(j) Option premium liabilities				
		-		-
(k) Other current liabilities @				
From related parties			1,670,551.32	
From others	6,114,137.25	6,114,137.25	4,166,685.94	5,837,237.26
<b>Total</b>		<b>9,264,968.85</b>		<b>7,874,705.32</b>



@ Please do not include any item as others in the breakup and give nature of each item

**Note 9: Long-term provisions**

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Provision for dividend on preference shares of subsidiary				
(b) Provision for dividend tax on preference dividend of subsidiary				
(c) Provision for premium on preference shares of subsidiary				
(d) Provision for dividend tax on premium on preference share subsidiary				
(e) Provision for employee benefits				
(f) Provision for overlay expenses (refer foot note no. i)	52,962,027.91		34,546,182.17	
(g) Provision for redemption premium on Preference Shares				
(h) Provision for contingency		52,962,027.91		34,546,182.17
<b>Total</b>		<b>52,962,027.91</b>		<b>34,546,182.17</b>

**Foot Note:**

(i) The provision for contingency relates to \_\_\_ Road overlay maintenance expense \_\_\_\_\_

Particulars	As at March 31, 2015	As at March 31, 2014
Opening balance	34,546,182.17	18,554,243.52
Add : Provision made during the year	18,415,845.74	15,991,938.65
Less : Provision utilised / reversed during the year		
<b>Closing balance</b>	<b>52,962,027.91</b>	<b>34,546,182.17</b>



Note 10: Short-term provisions



Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Provision for employee benefits.				
(b) Provision for tax (net of advance)	14,979,201.79		11,313,561.16	
(c) Provision for premium on preference shares of subsidiary				
(d) Provision for dividend tax on premium on preference share subsidiary				
(e) Provision for dividend on preference shares				
(f) Provision for dividend tax on dividend on preference shares				
(g) Proposed dividend on equity shares			101,998,347.40	
(h) Provision for tax on proposed dividend on equity shares				
(i) Provision for overlay expenses (refer foot note no. i)		14,979,201.79		113,311,908.56
<b>Total</b>		<b>14,979,201.79</b>		<b>113,311,908.56</b>

Foot Note:

- (i) Provision for overlay in respect of toll roads maintained by the Group under service concession arrangements and classified as intangible assets represents contractual obligations to restore an infrastructure facility to a specified level of serviceability in respect of such asset. Estimate of the provision is measured using a number of factors, such as current contractual requirements, technology, expert opinions and expected price levels. Because actual cash flows can differ from estimates due to changes in laws, regulations, public expectations, technology, prices and conditions, and can take place many years in the future, the carrying amounts of provision is reviewed at regular intervals and adjusted to take account of such changes.
- Accordingly, financial and accounting measurements such as the revenue recognized on financial assets, allocation of annuity into recovery of financial asset, carrying values of financial assets and amortisation of intangible assets and provisions for overlay in respect of service concession agreements are based on such assumptions.

Movements in provision made for overlay are tabulated below:

Particulars	As at March 31, 2015		As at March 31, 2014	
	Non-Current	Current	Non-Current	Current
Opening balance	34,546,182.17	-	18,554,243.52	
Provision made during the year	18,415,845.74		15,991,938.65	
Provision utilised				
Adjustment for Foreign exchange fluctuation during the year				
Adjustment for reclassification during the year				
Closing balance as on	52,962,027.91	-	34,546,182.17	-

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Note 11: Fixed assets

Particulars	Gross block (at cost)				Depreciation and Amortisation				Net block		
	Balance as at April 1, 2014	Adjustments / Reclassifications	Additions	Deletions	Balance as at March 31, 2015	Balance as at April 1, 2014	Adjustments / Reclassifications	Charge for the Period	Deletions	Balance as at March 31, 2015	Balance as at March 31, 2014
a) Tangible assets											
Land	26,347,512.05										
Building and structures	1,920,184.11	(1,763,969.09)	2,486,137.00	20,288.92	27,049,391.04	4,523,324.30	(269,655.99)	1,557,198.16	-	5,810,866.47	21,238,524.57
Vehicles			710,087.00		2,630,271.11	424,952.12		175,194.42		600,146.54	2,030,124.57
Data processing equipments											
Office premises		(45,088.20)	157,480.00	92,488.91	982,507.68	349,142.76	(33,238.58)	163,899.27		479,803.45	613,462.03
Leasehold improvements	962,604.79										
Furniture and fixtures	31,048,096.51	(567,716.01)	514,231.59		30,994,612.09	22,639,090.50	(311,588.07)	4,738,854.55		27,066,356.98	8,409,006.01
Electrical installations											
Plant and machinery	9,058,957.66	140,845.24	11,218,892.44	295,741.70	20,122,953.64	3,443,405.62	57,582.01	1,545,488.47		5,046,476.10	5,615,562.04
Advertisement structure											
<b>Assets taken on lease:</b>											
Plant and machinery - Leased											
Vehicles - Leased											
Furniture and fixtures - Leased											
Building and structures - Leased											
Land - Leased											
<b>Assets given on lease:</b>											
Plant and machinery - Leased											
Vehicles - Leased											
Furniture and fixtures - Leased											
Building and structures - Leased											
Land - Leased											
<b>Total</b>	<b>69,337,355.12</b>	<b>(2,235,928.06)</b>	<b>15,086,828.03</b>	<b>408,519.53</b>	<b>81,779,735.56</b>	<b>31,379,915.30</b>	<b>(556,900.63)</b>	<b>8,180,634.87</b>	<b>-</b>	<b>39,003,649.54</b>	<b>42,776,086.02</b>
b) Intangible assets											
Software / Licences	178,667.40				178,667.40	95,039.65		34,077.72		129,117.37	49,550.03
Commercial rights acquired											
Rights under service concession arrangements (refer foot note no. i)	3,581,436,261.06	2,235,928.06	5,267,395.00		3,588,941,584.12	215,783,117.02	556,900.63	85,472,285.35		301,812,303.00	3,287,129,281.12
Trademarks and licences											
Others											
<b>Total</b>	<b>3,581,615,928.46</b>	<b>2,235,928.06</b>	<b>5,267,395.00</b>	<b>-</b>	<b>3,589,120,251.52</b>	<b>215,878,156.67</b>	<b>556,900.63</b>	<b>85,506,363.07</b>	<b>-</b>	<b>301,941,420.37</b>	<b>3,287,178,831.15</b>
<b>Capital work-in-progress</b>	<b>3,206,466.61</b>		<b>12,186,357.12</b>	<b>15,392,823.73</b>							<b>3,206,466.61</b>
c) Intangible assets under Development (refer foot note no. i & iv)											
<b>Grand total</b>	<b>3,654,160,750.19</b>	<b>-</b>	<b>32,540,580.15</b>	<b>15,801,343.26</b>	<b>3,670,899,987.08</b>	<b>247,258,071.97</b>	<b>-</b>	<b>93,686,997.94</b>	<b>-</b>	<b>340,945,069.91</b>	<b>3,329,954,917.17</b>
<b>Previous year</b>											

Foot Note:

- i Depreciation on assets used during the construction period (March 31, 2014) has been included in "Capital Work in Progress". Therefore, the charge to the statement of profit and loss is lower by this amount.
- ii Estimates under Service Concession Arrangement - Right under Service Concession Arrangements / Intangible assets under Developments  
Under the Service Concession Arrangements, where the Group has received the right to charge users of the public services, such rights are recognized and classified as "Intangible Assets". Such a right is not an unconditional right to receive consideration because the amounts are contingent to the extent that the public uses the service and thus are recognized and classified as intangible assets. Such an intangible asset is recognised by the Group at cost (which is the fair value of consideration received or receivable for the construction services delivered). Accordingly, the fair value of consideration for construction services in respect of intangible assets covered under service concession arrangements of the Group, the useful lives of such intangible assets, the annual amortisation in respect thereof, and the provisions for overlay costs have been estimated by the management having regard to the contractual provisions, the evaluations of the units of usage and other technical evaluations by independent experts, the key elements having been tabulated below:

Particulars	Upto / As at March 31, 2015	Upto / As at March 31, 2014
Margin on construction services recognised in respect of intangible assets		
Carrying amounts of intangible assets	3,287,129,281.12	3,385,659,144.04
Carrying amounts of intangible assets under development		
Amortisation charge in respect of intangible assets	301,941,420.37	215,878,156.67
Units of usage (No. of vehicles) (over the entire life of concession period)	44,083,070.00	31,998,167.00
Total Estimated Revenue for project (over the entire life of concession period)	14,743,052,239.32	14,668,673,303.68
Provision for overlay in respect of intangible assets	52,962,027.91	34,546,182.17

	For the year ended	
	March 31, 2015	March 31, 2014
Amortisation charge in respect of intangible assets	85,506,363.07	79,045,008.65

iii Adjustments includes additions to Gross Block and Accumulated Depreciation towards foreign exchange fluctuation / acquisition of new subsidiaries / jointly controlled entities during the year and deductions to Gross Block and Accumulated Depreciation towards foreign exchange fluctuation / sale / cessation of subsidiaries / jointly controlled entities and regrouping of previous year figures.

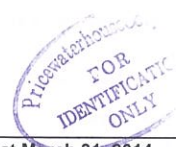
iv Intangibles assets under Service Concession Arrangement is capitalised when the project is complete in all respects and when the Company receives the final completion certificate from the authority as specified in the Concession Agreement and not on completion of component basis as the intended purpose of the project is to have the complete length of the road available for use. Accordingly intangible assets under development includes following items which have been capitalised post receipt of provisional completion certificate pending final completion of the project :

Particulars	in million	
	For the year ended March 31, 2015	Up to March 31, 2014
<b>Revenue</b>		
Toll revenue	-	
Other revenue	-	
Total revenue	-	-
<b>Expenses</b>		
Operating & maintenance cost	-	
Interest & finance cost	-	
Other general expenses	-	
Total expenses	-	-

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**Note 12: Non-current investments- Nil**

Particulars	As at March 31, 2015		As at March 31, 2014	
<b>(a) Investment in Associates</b>				
i) Equity Investments in associates				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1)				
2)				
Add: Unrealised gain on transactions between the Company and its associates				
Add: Post-acquisition share of profit / (loss) of associates				
Add: Post-acquisition share of movement in the capital reserves of an associate				
Less: Cash flow hedge reserve		-		-
ii) Other Investments in associates				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1)				
2)		-		-
<b>(b) Investment in Unquoted Equity Instruments (fully paid)</b>				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1)				
2)		-		-
<b>(c) Investment in Covered Warrants</b>				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1)				
2)		-		-
<b>(d) Investments in property</b>				
		-		-
<b>(e) Investment in Non Convertible Debentures</b>				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1)				
2)		-		-
<b>(f) Investment in Others</b>				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1)				
2)		-		-
<b>Less: Provision for diminution in the value of Investments</b>				
		-		-
<b>Total</b>				
		-		-

**Note 13: Current investments**

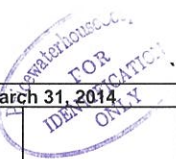
Particulars	As at March 31, 2015		As at March 31, 2014	
<b>(a) Government securities</b>				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1)				
2)		-		-
<b>(b) Investment in Units of Mutual funds</b>				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1)				
2)		-		-
<b>(c) Investment in Units of Other funds</b>				
<u>Scrip Name</u> <u>Qty</u> <u>Face Value</u>				
1) ICBC short-term financial products		30,000,000.00	30,000,000.00	
2) CCB short-term financial products		10,000,000.00	10,000,000.00	
			40,000,000.00	
<b>Total</b>			<b>40,000,000.00</b>	
				-

**Footnote :**

Aggregated cost and market value of Quoted Investments :

	As at March 31, 2015		As at March 31, 2014	
	Non-Current	Current	Non-Current	Current
Number of Companies				
Cost				
Market Value				

Note 14: Long-term loans and advances- Nil



Particulars	As at March 31, 2015		As at March 31, 2014	
<b>(a) Capital Advances</b>				
Secured, considered good				
To related parties				
To others				
Unsecured, considered good				
To related parties				
To others		-		-
<b>(b) Security Deposits</b>				
Secured, considered good				
Unsecured, considered good		-		-
<b>(c) Loans and advances to related parties</b>				
Unsecured, considered good				
- Option premium assets (net of provision)				
- Mobilisation & pre-construction advance recoverable to related party				
- Advance towards share application money				
- Inter-corporate deposits				
- Prepaid expenses to related party				
- Long term loans to related parties				
- Other loans and advances to related parties @		-		-
<b>(d) Other loans and advances</b>				
Unsecured, considered good				
- Mobilisation & pre-construction advance recoverable				
- Advance towards share application money				
- Inter-corporate deposits				
- MAT credit entitlement (refer foot note)				
- Advance payment of taxes (net of provision)				
- Prepaid expenses				
- Long term loans - others				
- Other loans and advances @		-		-
<b>Total</b>		-		-

@ Please do not include any item as others in the breakup and give nature of each item

Foot Note:

Particulars	As at March 31, 2015	As at March 31, 2014
<b>Opening MAT credit available</b>	-	
Addition during the period / year (to tally with P&L)		
MAT credit availed during the period / year		
<b>Closing MAT credit available</b>	-	-

Note 15: Short-term loans and advances

Particulars	As at March 31, 2015		As at March 31, 2014	
<b>(a) Loans and advances to related parties</b>				
Unsecured, considered good				
- Mobilisation & pre-construction advance recoverable to related party				
- Advance towards share application money				
- Inter-corporate deposits				
- Short term loans to related party				
- Prepaid expenses to related party				
- Current maturities of Long term loans and advances to related party				
- Other loans and advances to related parties @		-		-
<b>(b) Other loans and advances</b>				
Unsecured, considered good				
- Mobilisation & pre-construction advance recoverable				
- Advance towards share application money				
- Inter-corporate deposits				
- Short term loans - others	150,887.82		159,538.00	
- Prepaid expenses				
- Current maturities of Long term loans and advances		150,887.82		159,538.00
- Other loans and advances @				
<b>Total</b>		150,887.82		159,538.00

@ Please do not include any item as others in the breakup and give nature of each item

Note 16: Other non-current assets-Nil

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Long term Trade Receivables (Including trade receivables on deferred credit terms)				
Secured, considered good				
- Related party				
- Others				
Unsecured, considered good				
- Related party				
- Others		-		-
(b) Receivable under Service Concession Arrangement (refer note 17 foot note no. i)		-		-
(c) Toll Receivable account		-		-
(d) Other non-current assets				
- Interest accrued on _____				
- Unamortised borrowing cost				
- Fixed deposits having maturity more than 12 months under lien				
- Retention money receivable				
- Others @		-		-
<b>Total</b>		-		-

@ Please do not include any item as others in the breakup and give nature of each item

Note 17: Other current assets @

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Unbilled revenue	5,742,212.11		3,202,186.53	
(b) Interest accrued on _____				
(c) Receivable under service concession arrangement (refer foot note no. i)				
(d) Unamortised borrowing cost				
(e) Fixed deposits having maturity less than 12 months under lien				
(f) Grant receivable		5,742,212.11		3,202,186.53
<b>Total</b>		<b>5,742,212.11</b>		<b>3,202,186.53</b>

@ Please do not include any item as others in the breakup and give nature of each item

Foot Note:

(i) Estimates under Service Concession Arrangement - Financial assets

Under the Service Concession Arrangements, where the Group has acquired contractual rights to receive specified determinable amounts, such rights are recognised and classified as "Financial Assets", even though payments are contingent on the Group ensuring that the infrastructure meets the specified quality or efficiency requirements. Such financial assets are classified as "Receivables against Service Concession Arrangement".

Accordingly, the fair value of consideration for construction services and the effective interest rate in the case of financial assets of the Group covered under service concession arrangements included as a part of "Receivables against Service Concession Arrangements" have been estimated by the management having regard to the contractual provisions, the evaluations of the future operating and maintenance costs and the overlay / renewal costs and the timing thereof by independent experts, the key elements having been tabulated below:

Particulars	As at March 31, 2015	As at March 31, 2014
Margin on construction and operation & maintenance and renewal services recognised in respect of Financial Assets		
Carrying amounts of Financial Assets included under Receivables against Service Concession Arrangements	-	-
Revenue recognised on Financial Assets on the basis of effective interest method		

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Notes forming part of the Financial Statements for the year ended March 31, 2015

**Note 18: Inventories**

Particulars	As at March 31, 2015		As at March 31, 2014	
<b>Inventories</b>				
(i) Raw materials	144,568.75		179,100.01	
(ii) Finished goods		144,568.75		179,100.01
(iii) Stores and spares				
<b>Total</b>		<b>144,568.75</b>		<b>179,100.01</b>

**Note 19: Trade receivables**

Particulars	As at March 31, 2015		As at March 31, 2014	
<b>(a) Trade receivables outstanding for a period less than six months from the date they are due for payment</b>				
Secured, considered good				
- Related party				
- Others				
Unsecured, considered good			550,000.00	
- Related party			44,290,000.00	
- Others				
<b>Other considered doubtful</b>				
Less: Provision for doubtful debt		10,075,599.96		44,840,000.00
<b>(b) Trade receivables outstanding for a period exceeding six months from the date they are due for payment</b>				
Secured, considered good				
- Related party				
- Others				
Unsecured, considered good				
- Related party				
- Others				
<b>Other considered doubtful</b>				
Less: Provision for doubtful debt		-		-
<b>Total</b>		<b>10,075,599.96</b>		<b>44,840,000.00</b>

**Note 20: Cash and cash equivalents**

Particulars	As at March 31, 2015		As at March 31, 2014	
<b>(a) Cash and cash equivalents</b>				
Cash on hand				
Balances with Banks in current accounts	29,277,772.80		96,533,648.36	
Balances with Banks in deposit accounts		29,277,772.80		96,533,648.36
<b>(b) Other bank balances</b>				
Unpaid dividend accounts				
Bank balances / deposits held as margin money or as security against borrowings or under lien less than 12 months		-		-
<b>Total</b>		<b>29,277,772.80</b>		<b>96,533,648.36</b>

**SPECIAL PURPOSE FINANCIAL STATEMENTS**

Chongqing Yuhe Expressway Company Limited

Notes forming part of the Financial Statements for the year ended March 31, 2015

**Note 21: Contingent liabilities and capital commitments- Nil****A) Contingent liabilities :**

Sr No	Name of party	Description	As at March 31, 2015	As at March 31, 2014
1		Guarantees issued on behalf of Group Companies		
2		Guarantees issued on behalf of other than Group Companies		
3		Guarantees / counter guarantees issued in respect of borrowing facilities of foreign subsidiary companies		
4		Claims against the Group not acknowledged as debt		
5		Income tax demands contested by the Company		
6		Other tax demands contested by the Company		
		- Service tax		
		- VAT		
		- Others (Please give description)		
7		Others (Please give description)		
8				

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

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

Sr No	Name of party	Description	As at March 31, 2015	As at March 31, 2014
1				
2				
3				

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

Sr No	Name of party	Description	As at March 31, 2015	As at March 31, 2014
1				
2				
3				

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

Sr No	Name of party	Description	As at March 31, 2015	As at March 31, 2014
1		Estimated amount of contracts remaining on capital account and not provided for. [Net of advances paid of Rs. _____ ; (As at March 31, 2014 Rs. _____) ]		
2				
3				

**E) Disclose the amount paid/Payable to Auditors :**

Sr No	Name of Auditors	Description	As at March 31, 2015	As at March 31, 2014
1				
2				
3				



**SPECIAL PURPOSE FINANCIAL STATEMENTS**

Chongqing Yuhe Expressway Company Limited

Notes forming part of the Financial Statements for the year ended March 31, 2015

**Note 22: Revenue from operations**

Particulars	For the year ended March 31, 2015		For the year ended March 31, 2014	
<b>(a) Income from services</b>				
Advisory and project management fees				
Lenders' engineer and supervision fees				
Operation and maintenance income				
Toll revenue	456,936,478.93		421,339,090.11	
User Fee Income				
Periodic maintenance income				
Finance income				
Licence fee				
Operation and maintenance Grant		456,936,478.93		421,339,090.11
<b>(b) Construction income</b>		-		-
<b>(c) Sales (net of sales tax)</b>		-		-
		<b>456,936,478.93</b>		<b>421,339,090.11</b>

**Note 23: Other income**

Particulars	For the year ended March 31, 2015		For the year ended March 31, 2014	
<b>(a) Interest Income</b>				
Interest on loans granted				
Interest on debentures				
Interest on call money				
Interest on bank deposits	644,223.26		699,475.88	
Interest on short term deposit				
Interest on advance towards property		644,223.26		699,475.88
<b>(b) Profit on sale of investment (net)</b>	1,512,630.13	1,512,630.13	543,150.69	543,150.69
<b>(c) Profit on sale of fixed assets (net)</b>				
<b>(d) Dividend</b>		-		-
<b>(e) Other non-operating income</b>				
Advertisement income				
Excess provisions written back				
Foreign exchange fluctuation gain (net)				
Miscellaneous income (Refer footnote)	5,554,130.48	5,554,130.48	8,189,881.74	8,189,881.74
		<b>7,710,983.87</b>		<b>9,432,508.31</b>

Footnote

**Breakup of Miscellaneous income as below:**

Particulars	For the year ended March 31, 2015		For the year ended March 31, 2014	
Entrusted business income	1,231,667.00		1,478,000.00	
Rental income	1,767,360.00		2,156,592.00	
Transfer income			2,327,213.33	
Other Miscellaneous income	2,555,103.48		2,228,076.41	
(give further breakup to the extent possible)		5,554,130.48		8,189,881.74
		<b>5,554,130.48</b>		<b>8,189,881.74</b>

**Note 24: Cost of materials consumed**

Particulars	For the year ended March 31, 2015		For the year ended March 31, 2014	
<b>(a) Material consumption</b>				
<b>(b) Purchase of traded products</b>				
<b>(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade.</b>		-		-
		<b>-</b>		<b>-</b>

SPECIAL PURPOSE FINANCIAL STATEMENTS  
Chongqing Yuhe Expressway Company Limited  
Notes forming part of the Financial Statements for the year ended March 31, 2015

Note 25: Operating expenses

Particulars	For the year ended March 31, 2015		For the year ended March 31, 2014	
Construction contract costs				
Fees for technical services / design and drawings				
Diesel and fuel expenses				
Operation and maintenance expenses	22,086,896.07		15,636,161.64	
Provision for overlay expenses	18,415,845.74		15,991,938.65	
Periodic maintenance expenses	8,284,576.21		7,891,290.15	
Toll plaza expenses	16,093,584.22		22,606,242.40	
Negative grant		64,880,902.24		62,125,632.84
		<b>64,880,902.24</b>		<b>62,125,632.84</b>

Note 26: Employee benefit expenses

Particulars	For the year ended March 31, 2015		For the year ended March 31, 2014	
(a) Salaries, Wages and allowances	5,659,350.11	5,659,350	1,527,744.09	1,527,744.09
(b) Contribution to provident and other funds	1,382,135.48	1,382,135	254,287.00	254,287
(c) Staff Training & Welfare expenses	379,708.05	379,708.05	206,638.05	206,638.05
(d) Deputation cost				
		<b>7,421,193.64</b>		<b>1,988,669.14</b>

Footnote: (Disclosure to be given as per AS-15)

(i) Employee benefit obligations:

(A) Defined-contribution plans

(i) The Group 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 Group pay predetermined contributions into the provident fund and pension fund, contributions to superannuation fund are made only by the Group. The contributions are normally based on a certain proportion of the employee's salary.

(ii) A sum of ` 1,382,135.48 (previous year ` 254,287.00 ) has been charged to the consolidated Statement of Profit and Loss in this respect.

(B) Defined-benefit plans:

The Group offers its employees defined-benefit plans in the form of gratuity (a lump sum amount). Amounts payable 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 Group contributes funds to the Life Insurance Corporation of India which administers the scheme on behalf of the Group. Commitments are actuarially determined at year end. Actuarial valuation is based on "Projected Unit Credit" method. Gains and losses due to changes in actuarial assumptions are charged to the Consolidated Statement of Profit and Loss.

The net value of the defined-benefit commitment is detailed below:

Particulars	As at March 31, 2015	As at March 31, 2014
Present value of commitment		
Fair value of plans		
Unrecognised past service cost		
Payable / ( Prepaid) amount taken to the balance sheet	-	-

Defined benefit commitments:

Gratuity	As at March 31, 2015	As at March 31, 2014
Opening balance		
Excess provision written back		
Interest cost		
Current service cost		
Benefits paid		
Actuarial (gain) / loss		
Transferred from / to other company		
Closing balance	-	-

Plan Assets:

Gratuity	As at March 31, 2015	As at March 31, 2014
Opening balance		
Expected return on plan assets		
Contributions by the Company / Group		
Benefits paid		
Transferred from / to other company		
Actuarial gain / (loss)		
Other adjustments		
Fair value of plan assets	-	-

Return on Plan Assets:

Gratuity	For the year ended March 31, 2015	For the year ended March 31, 2014
Expected return on plan assets		
Actuarial gain / (loss)		
Actual return on plan assets	-	-

Expenses on defined benefit plan recognised in the Consolidated Statement of Profit and Loss:

Gratuity	For the year ended March 31, 2015	For the year ended March 31, 2014
Current service cost		
Interest expenses		
Expected return on investments		
Net actuarial (gain) / loss		
Expenses charged to Consolidated Statement of Profit and Loss	-	-



(i) The actuarial calculations of estimated 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.

Particular	For the year ended March 31, 2015	For the year ended March 31, 2014
Rate for discounting liabilities		
Expected salary increase rate		
Expected return on scheme assets		
Attrition date		
Mortality table used		

(ii) 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.

(iii) The amounts of the present value of the obligation, fair value of the plan assets, surplus or deficit in the plan, experience adjustments arising on plan liabilities and plan assets for the current year and previous four annual years is given below:

Gratuity (Funded Plan)	As at March 31, 2015	As at March 31, 2014	As at March 31, 2013	As at March 31, 2012	As at March 31, 2011
Defined benefit commitments					
Plan assets					
Unfunded liability transferred from group companies					
(Surplus) / Deficit	-	-	-	-	-

Gratuity (Funded Plan)	For the year ended March 31, 2015	For the year ended March 31, 2014	For the year ended March 31, 2013	For the year ended March 31, 2012	For the year ended March 31, 2011
Experience adjustments on plan commitments					
Experience adjustments on plan assets					

(iv) The contribution expected to be made by some of the constituents of the Group during the next 12 months is ` \_\_\_\_\_ (Previous year ` \_\_\_\_\_)

**SPECIAL PURPOSE FINANCIAL STATEMENTS**

Chongqing Yuhe Expressway Company Limited

Notes forming part of the Financial Statements for the year ended March 31, 2015

**Note 27: Finance costs (net)**

Particulars	For the year ended March 31, 2015		For the year ended March 31, 2014	
<b>(a) Interest expenses</b>				
Interest on loans for fixed period	115,494,201.15		120,318,468.45	
Interest on debentures				
Interest on deep discount bonds				
Other interest		115,494,201.15		120,318,468.45
<b>(b) Other borrowing costs</b>				
Guarantee commission				
Upfront fees				
Other finance charged		-		-
		<b>115,494,201.15</b>		<b>120,318,468.45</b>

**Note 28: Administrative and general expenses**

Particulars	For the year ended March 31, 2015		For the year ended March 31, 2014	
Legal and consultation fees	322,825.50		217,949.54	
Agency fees				
Travelling and conveyance	463,962.07		575,748.95	
Rent				
Rates and taxes	16,099,278.84		15,092,056.66	
Repairs and maintenance	6,127.75		3,373.00	
Bank commission				
Registration expenses				
Communication expenses	16,771.17		12,021.91	
Insurance				
Exchange rate fluctuation (net)				
Printing and stationery	88,491.70		193,525.84	
Electricity charges	29,459.65		20,349.95	
Directors' fees	354,847.98		509,593.49	
Bad debts and provision for doubtful debts				
The entrusted management fee	13,876,933.42		12,898,445.20	
Loss on sale of fixed assets (net)	330,177.23		5,035.65	
Brand subscription fees				
Auditors remuneration	250,000.00		462,995.63	
Toll amortisation expenses				
Miscellaneous expenses (Refer footnote)	65,662.01	31,904,537.32	286,962.09	30,278,057.91
		<b>31,904,537.32</b>		<b>30,278,057.91</b>

Footnote

**Breakup of Miscellaneous expenses as below:**

Particulars	For the year ended March 31, 2015		For the year ended March 31, 2014	
Advertising expense				
Annual Maintenance				
Books & Periodicals				
Business Promotion Exps				
Brokerage Charges				
Membership Fees				
Seminars & Conferences				
Software maintenance Exps				
Guest House Exps				
Donation				
Transportation Charges				
Security Charges				
Site and Survey expenses				
Brand Development Cost				
Stamping & Notarisation Exps				
General Office Exps	65,662.01		286,962.09	
(give further breakup to the extent possible)				
(give further breakup to the extent possible)				
(give further breakup to the extent possible)				
		65,662.01		286,962.09
		<b>65,662.01</b>		<b>286,962.09</b>

**SPECIAL PURPOSE FINANCIAL STATEMENTS**  
**Chongqing Yuhe Expressway Company Limited**  
**Notes forming part of the Financial Statements for the year ended March 31, 2015**

**Note 29: Earnings per equity share**

Particulars	Unit	For the year ended March 31, 2015	For the year ended March 31, 2014
Profit / (loss) after tax, minority interest and share of associates	-	128,515,662.18	107,788,796.33
Premium on preference shares	-	-	-
Tax on premium on preference shares	-	-	-
Profit available for Equity Shareholders	-	128,515,662.18	107,788,796.33
Weighted number of Equity Shares outstanding	Numbers	-	-
Nominal Value of equity shares	-	-	-
Basic Earnings per share	-	-	-
Equity shares used to compute diluted earnings per share	Numbers	-	-
Diluted Earnings per share	-	-	-

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

**Note 30: Disclosure in terms of Accounting Standard (AS) 7 – Construction Contracts-Nil**

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
(i) Contract Revenue recognised as revenue during the year	-	-
(ii) Aggregate amount of Contract Costs incurred during the year	-	-
(iii) Profits during the period / year	-	-
	<b>Upto / As at March 31, 2015</b>	<b>Upto / As at March 31, 2014</b>
(iv) For Contract that are in progress :		
(a) Aggregate amount of costs incurred upto the reporting date		
(b) recognised profits (less recognised losses) upto the reporting date		
(c) Advances received from customer for contract as at the year end		
(d) Retention money as at the year end		
(v) Gross amount due from customers for contract work, disclosed as asset, as at the year end		
(vi) Gross amount due to customers for contract work, disclosed as liability as at the year end		

**Note 31: Foreign currency transactions and exposures-Nil**

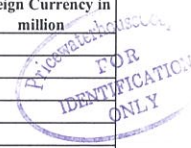
(a) Income and Expenditure in foreign currency (on accrual basis)

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
<b>Income</b>		
1		
2		
3		
4		
<b>Expenditure</b>		
1		
2		
3		
4		

(b) Foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

**Amount receivable in foreign currency :**

As at March 31, 2015			As at March 31, 2014		
Name of Currency	in million	Foreign Currency in million	Name of Currency	in million	Foreign Currency in million



**Amount payable in foreign currency :**

As at March 31, 2015			As at March 31, 2014		
Name of Currency	in million	Foreign Currency in million	Name of Currency	in million	Foreign Currency in million

Note: USD = US Dollar, DOP = Dominican Pesos, COP = Colombian Pesos, MXN = Mexican Pesos, HNL = Honduran Lempira, ALL = Albanian Lek, EUR = Euro GBP = Great Britain Pound, ZAR = South African Rand, TZS = Tanzanian Shilling, SOL = Peruvian Sol

(c) **Derivative Instruments :**

(i) The Company has undertaken forward contracts, currency and interest rate swaps on a notional amount as under:

Particulars		As at March 31,	As at March 31,
		2015	2014
Interest Rate Swaps			
Contracts	Nos.		
Notional Principal	' mn		
Currency Swaps			
Contracts	Nos.		
Notional Principal	US\$ mn		
Notional Principal	' mn		
Contracts	Nos.		
Notional Principal	€ mn		
Notional Principal	' mn		
Coupon Swaps			
Contracts	Nos.		
Notional Principal	€ mn		
Notional Principal	' mn		
Forward Contracts			
Contracts	Nos.		
Notional Principal	US\$ mn		
Notional Principal	' mn		
Contracts	Nos.		
Notional Principal	€ mn		
Notional Principal	' mn		
Index Options			
Contracts	Nos.		
Notional Principal	' mn		
Index Futures			
Contracts	Nos.		
Notional Principal	' mn		
Currency Options			
Contracts	Nos.		
Notional Principal	' mn		

(ii) Equity/Index Option outstanding:

Particulars	Total Premium carried forward as at the year ended including provision made	
	As at March 31, 2015	As at March 31, 2014
Index Option		



Particulars	As at March 31, 2015			As at March 31, 2014		
	Amt pertaining to Group Co.	Amt pertaining to other than Group Co.	Total	Amt pertaining to Group Co.	Amt pertaining to other than Group Co.	Total
(A)	(B)	(C)	(D=B+C)	(B)	(C)	(D=B+C)
<b>I. Receipts</b>						
<b>(1) Finance Lease Receipts</b>						
Gross Debt in Lease			-			-
Unearned Finance expenses			-			-
Net Present Value (NPV) of Minimum Lease Receipts (MLR)			-			-
<b>NPV of MLR :</b>						
Not later than 1 year			-			-
Later than 1 year and not later than 5 years			-			-
Later than 5 years			-			-
<b>Gross Debt in Lease</b>						
Not later than one year			-			-
Later than 1 year and not later than five years			-			-
Later than 5 years			-			-
<b>(2) Operating Lease Receipts</b>						
Minimum future lease receipts during non-cancellable periods is as follows:						
Not later than 1 year			-			-
Later than 1 year & not later than 5 years			-			-
Later than 5 years			-			-
<b>(3) Operating lease income earned during the period</b>			-			-
<b>II. Payments</b>						
<b>(1) Finance Lease Payments</b>						
Gross Investment in Lease			-			-
Unearned Finance Income			-			-
Net Present Value (NPV) of Minimum Lease Payments (MLP)			-			-
<b>NPV of MLP :</b>						
Not later than 1 year			-			-
Later than 1 year and not later than 5 years			-			-
Later than 5 years			-			-
<b>Gross Investment in Lease</b>						
Not later than one year			-			-
Later than 1 year and not later than five years			-			-
Later than 5 years			-			-
<b>(2) Operating Lease Payments</b>						
Minimum future lease payments during non-cancellable periods is as follows:						
Not later than 1 year			-			-
Later than 1 year & not later than 5 years			-			-
Later than 5 years			-			-
<b>(3) Operating lease expense incurred during the year</b>			-			-

**SPECIAL PURPOSE FINANCIAL STATEMENTS**  
**Chongqing Yuhe Expressway Company Limited**  
**Notes forming part of the Financial Statements for the year ended March 31, 2015**

**Note 33: Related Party Statement**



a Name of related parties and description of relationship

Nature of Relationship	Name of Entity	Acronym used
Holding Company	Chongqing Expressway Group	
Holding Company	ITNL International Pte Limited	
Fellow Subsidiaries by the Holding Company	Chongqing Expressway Assets Management Co., Ltd.	
	Chongqing Expressway Advertising Co., Ltd.	
	Chongqing Tongli Expressway Construction Co., Ltd.	
	Chongqing Shouxun Technology Co., Ltd.	
	Chongqing Tongyu Technology Co.m Ltd.	
	Chongqing Tongli Expressway Test Co., Ltd.	

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

Account head	Name of Entity	As at March 31, 2015
<b>Balances:</b>		
Other Receivable	Chongqing Expressway Group	1,059,675.02
Other Receivable	Chongqing Tongyu Technology Co.m Ltd.	4,622,137.09
Account payable	Chongqing Tongli Expressway Construction Co., Ltd.	959,160.50
Account payable	Chongqing Shouxun Technology Co., Ltd.	177,511.50
Account payable	Chongqing Expressway Group	1,789,108.46
Account payable	ITNL International Pte Limited	1,789,108.46
<b>Transactions:</b>		
<b>For the year ended March 31, 2015</b>		
Interest Expense	Chongqing Expressway Group	3,025,872.57
Dividend	Chongqing Expressway Group	80,069,157.17
Management Fee	Chongqing Expressway Group	6,938,466.71
Maintaince Fee	Chongqing Expressway Group	17,727,229.16
Toll Revenue	Chongqing Expressway Group	28,553,047.69
Repayment of Loan	Chongqing Expressway Group	200,250,000.00
Construction & Maintaince Fee	Chongqing Tongli Expressway Construction Co., Ltd.	4,300,367.90
Construction & Maintaince Fee	Chongqing Tongli Expressway Test Co., Ltd.	101,500.00
Construction & Maintaince Fee	Chongqing Shouxun Technology Co., Ltd.	4,536,016.83
Resource Rent Revenue	Chongqing Expressway Assets Management Co., Ltd.	600,000.00
Resource Rent Revenue	Chongqing Expressway Advertising Co., Ltd.	1,050,000.00
Toll Revenue	Chongqing Tongyu Technology Co.m Ltd.	38,933,417.25
Management Fee	ITNL International Pte Limited	6,938,466.71
Dividend	ITNL International Pte Limited	76,929,190.23



Previous period / year

a Name of related parties and description of relationship

Nature of Relationship	Name of Entity	Acronym used
Holding Company	Chongqing Expressway Group	
Holding Company	ITNL International Pte Limited	
Fellow Subsidiaries by the Holding Company	Chongqing Expressway Assets Management Co., Ltd.	
	Chongqing Expressway Advertising Co., Ltd.	
	Chongqing Tongli Expressway Construction Co., Ltd.	
	Chongqing Shouxun Technology Co., Ltd.	

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

Account head	Name of Entity	As at March 31, 2014
<b>Balances:</b>		
Other Receivable	Chongqing Expressway Group	3,202,186.53
Account Receivable	Chongqing Expressway Assets Management Co., Ltd.	200,000.00
Account Receivable	Chongqing Expressway Advertising Co., Ltd.	350,000.00
Accrual Dividend	ITNL International Pte Limited	49,979,190.23
Accrual Dividend	Chongqing Expressway Group	52,019,157.17
Account payable	Chongqing Tongli Expressway Construction Co., Ltd.	4,489,032.40
Account payable	Chongqing Expressway Group	8,023,375.71
Account payable	Chongqing Shouxun Technology Co., Ltd.	30,503.26
Other payable	ITNL International Pte Limited	1,661,926.32
Other payable	Chongqing Expressway Group	8,625.00
Long-term Borrowings	Chongqing Expressway Group	200,250,000.00
<b>Transactions:</b>		
Interest Expense	Chongqing Expressway Group	84,557,998.26
Dividend	Chongqing Expressway Group	84,478,991.58
Management Fee	Chongqing Expressway Group	6,449,222.60
Maintaince Fee	Chongqing Expressway Group	28,415,347.51
Toll Revenue	Chongqing Expressway Group	18,033,200.93
Construction & Maintaince Fee	Chongqing Tongli Expressway Construction Co., Ltd.	2,926,646.93
Resource Rent Revenue	Chongqing Expressway Advertising Co., Ltd.	1,250,000.00
Toll Revenue	Chongqing Expressway Assets Management Co., Ltd.	15,451,616.55
Resource Rent Revenue	Chongqing Expressway Assets Management Co., Ltd.	800,000.00
Management Fee	ITNL International Pte Limited	6,449,222.60
Dividend	ITNL International Pte Limited	81,166,089.95

**SPECIAL PURPOSE FINANCIAL STATEMENTS**

**Chongqing Yuhe Expressway Company Limited**

**Notes forming part of the Financial Statements for the year ended March 31, 2015**



**Note 35:**

The change in method of charging has no significant impact to the financial statement, Not applicable

(a) Result of the change in method of charging depreciation

<b>Particulars</b>	<b>For the year ended March 31, 2015</b>
The charge on account of Depreciation for the year is lower by / (higher by) than the amount that would correspond to the method of depreciation previously used and useful lives previously assessed	
Carrying amount of assets with revised useful life as Nil, has been charged to Surplus in the Statement of Profit & Loss as at April 1, 2014	
Carrying amount of assets with revised useful life as Nil, has been credited to capital work in progress	

(b) Depreciation / Amortisation Reconciliation :

<b>Particulars</b>	<b>For the year ended March 31, 2015</b>
Depreciation / Amortisation as per addition to accumulated depreciation in Tangible Assets & Intangible Assets Schedule	
<b>Add / Less :</b>	
Impact due to change in depreciation accounting policy	
Depreciation / Amortisation capitalised in CWIP / Inventory / Other Assets	
Foreign Exchange difference	
Grant Amortization	
Other (please specify)	
<b>Depreciation / Amortisation as per profit &amp; loss account</b>	<b>-</b>

**Note 36: Previous year**

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