

**INDEPENDENT AUDITORS' REPORT  
TO THE BOARD OF DIRECTORS OF  
IL&FS TRANSPORTATION NETWORKS LIMITED**

**Report on the Consolidated Financial Statements**

We have audited the accompanying consolidated financial statements of **IL&FS TRANSPORTATION NETWORKS LIMITED** (the "Company"), its subsidiaries and jointly controlled entities/operations (the Company, its subsidiaries and jointly controlled entities/operations constitute "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2014, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

**Management's Responsibility for the Consolidated Financial Statements**

The Company's Management is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditors' Responsibility**

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the Company's preparation and presentation of the consolidated financial statements that give a true and fair view 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. An audit also includes evaluating the appropriateness of the accounting policies used and the

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reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on the financial statements / financial information of the subsidiaries, jointly controlled entities / operations and associates and unaudited financial statements of one associate referred to below in the Other Matters paragraph, the aforesaid consolidated financial statements give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Consolidated Balance Sheet, of the state of affairs of the Group as at March 31, 2014;
- (b) in the case of the Consolidated Statement of Profit and Loss, of the profit of the Group for the year ended on that date; and
- (c) in the case of the Consolidated Cash Flow Statement, of the cash flows of the Group for the year ended on that date.

**Emphasis of Matter**

We draw attention to Note 13 and Note 19 to the consolidated financial statements, wherein significant elements of the consolidated financial statements have been determined based on management estimates (which in turn are based on technical evaluations by independent experts). These include:

- i. Intangible Assets and Intangible Assets under Development covered under service concession arrangements aggregating to carrying value of Rs. 132,871.21 million (48.97% of the total assets), the useful lives and the annual amortisation thereof;
- ii. Provision for Overlay carried at Rs. 423.40 million in respect of intangible assets covered under service concession arrangements; and
- iii. Financial Assets covered under service concession arrangements, included as a part of Receivables against Service Concession Arrangements, carried at Rs. 80,666.64 million (29.73% of the total assets) and revenue recognised thereon based on the effective interest method which in turn is based on evaluations of the future operating and maintenance costs and the overlay / renewal costs and the timing thereof.

Our opinion is not qualified in respect of this matter.

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**Other Matters**

We did not audit the financial statements of Forty Seven subsidiaries, whose financial statements reflect total assets of Rs. 180,352.46 million as at March 31, 2014, total revenues of Rs. 24,088.90 million and net cash inflows amounting to Rs. 1,663.79 million for the year ended on that date as considered in the consolidated financial statements. We also did not audit the financial statements of seven jointly controlled entities, in which the Group's proportionate share in total assets is Rs. 32,099.28 million as at March 31, 2014, in total revenues is Rs. 4,246.73 million and in net cash inflows is Rs. 55.75 million as considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net loss amounting to Rs. 1.35 million for the year ended March 31, 2014, as considered in the consolidated financial statements, in respect of Ten associates whose financial statements have not been audited by us. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, jointly controlled entities / operations and associates is based solely on the reports of the other auditors.

The consolidated financial statements include the Group's share in the profit of one associate of ₹ 52.01 million (carrying value of ₹ 1,224.45 million) based on the unaudited financial statements as at / for the year ended March 31, 2014 provided by the Management. Our opinion on the Consolidated Financial Statement, in so far as it relates to the amounts and disclosures included in respect of this associate, is based solely on such unaudited financial information provided by the Management.

Our opinion is not qualified in respect of this matter.

For **DELOITTE HASKINS & SELLS LLP**  
Chartered Accountants  
(ICAI Registration No. 117366W/W-100018)



Kalpesh J. Mehta  
Partner  
(Membership No. 48791)

**Mumbai, May 13, 2014**  
**KJM/NDU**

H&S TRANSPORTATION NETWORKS LIMITED  
CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2014

₹ in million

	Particulars	Note	As at	
			March 31, 2014	March 31, 2013
I	<b>EQUITY AND LIABILITIES</b>			
1	<b>SHAREHOLDERS' FUNDS</b>			
	(a) Share capital	2	5,707.18	1,942.68
	(b) Reserves and surplus	3	44,331.07	34,455.45
2	<b>MINORITY INTEREST</b>	4,5	4,587.50	3,577.22
3	<b>NON-CURRENT LIABILITIES</b>			
	(a) Long-term borrowings	6	162,667.59	121,849.42
	(b) Deferred tax liabilities (net)	8	1,990.36	2,425.06
	(c) Other long term liabilities	9	5,162.16	2,994.35
	(d) Long-term provisions	11	526.58	634.12
4	<b>CURRENT LIABILITIES</b>			
	(a) Current maturities of long-term debt	6A	15,235.79	13,220.08
	(b) Short-term borrowings	7	10,261.91	8,521.99
	(c) Trade payables		15,451.40	11,066.69
	(d) Other current liabilities	10	2,959.86	3,236.04
	(e) Short-term provisions	12	2,446.23	1,979.46
	<b>TOTAL</b>		<b>271,327.63</b>	<b>205,902.56</b>
II	<b>ASSETS</b>			
1	<b>NON-CURRENT ASSETS</b>			
	(a) Fixed assets	13		
	(i) Tangible assets (net)		1,553.32	1,415.49
	(ii) Intangible assets (net)		48,453.87	27,716.93
	(iii) Capital work-in-progress		496.53	475.99
	(iv) Intangible assets under development		84,861.90	66,969.81
	(b) Goodwill on consolidation (net)		5,753.15	5,232.59
	(c) Non-current investments (net)	14	4,675.68	6,527.51
	(d) Deferred tax assets	8	179.99	110.60
	(e) Long-term loans and advances (net)	16	11,203.94	8,116.57
	(f) Other non-current assets	18	83,438.44	68,175.57
2	<b>CURRENT ASSETS</b>			
	(a) Current investments	15	15.28	343.74
	(b) Inventories	20	171.54	168.87
	(c) Trade receivables (net)	21	9,875.38	7,516.96
	(d) Cash and cash equivalents	22	6,712.84	4,202.12
	(e) Short-term loans and advances	17	9,559.13	6,053.00
	(f) Other current assets	19	4,376.64	2,876.81
	<b>TOTAL</b>		<b>271,327.63</b>	<b>205,902.56</b>

Note 1 to 41 forms part of the consolidated financial statements

In terms of our report attached.  
For Deloitte Haskins & Sells LLP  
Chartered Accountants

  
Kalpesh J. Mehta  
Partner

Mumbai, May 13, 2014

For and on behalf of the Board

  
Managing Director

  
Director

  
Chief Financial Officer

  
Company Secretary

Mumbai, May 13, 2014



**IL&FS TRANSPORTATION NETWORKS LIMITED**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YAER ENDED MARCH 31, 2014**

₹ in million

Particulars	Note	Year ended March 31, 2014	Year ended March 31, 2013
I Revenue from operations	24	65,869.90	66,448.38
II Other income	25	2,154.92	1,439.71
III Total revenue (I + II)		68,024.82	67,888.09
IV Expenses			
Cost of materials consumed	26	2,272.70	1,557.37
Operating expenses	27	36,337.25	39,489.14
Employee benefits expense	28	4,141.45	3,819.26
Finance costs	29	14,709.63	11,190.10
Depreciation and amortisation expense	13	1,510.18	944.06
Administrative and general expenses	30	4,222.19	3,203.91
Total expenses (IV)		63,193.40	60,203.84
V Profit before taxation (III-IV)		4,831.42	7,684.25
VI Tax expense:			
(1) Current tax		1,440.75	2,154.16
(2) Tax relating to earlier years written back (Refer note 37)		(495.07)	-
(3) Deferred tax (net)		(499.17)	274.41
(4) MAT Credit entitlement		(181.02)	(154.55)
Total tax expense (VI)		265.49	2,274.02
VII Profit before share of associates & share of minority interest (V-VI)		4,565.93	5,410.23
VIII Share of profit of associates (net)		50.66	46.82
IX Share of profit transferred to minority interest (net)		13.89	(254.94)
Profit for the year (VII+VIII+IX)		4,630.48	5,202.11
Earnings per equity share (Face value per share ₹ 10/-)	31		
(1) Basic		21.79	26.68
(2) Diluted		21.79	26.68

Note 1 to 41 forms part of the consolidated financial statements.


In terms of our report attached.  
 For Deloitte Haskins & Sells LLP  
 Chartered Accountants


  
 Kalpesh J. Mehta  
 Partner

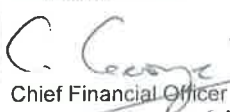
Mumbai, May 13, 2014


For and on behalf of the Board



  
 Managing Director

  
 Director

  
 Chief Financial Officer

  
 Company Secretary

Mumbai, May 13, 2014

IL&FS TRANSPORTATION NETWORKS LIMITED  
CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2014

Particulars	₹ in million	
	Year ended March 31, 2014	Year ended March 31, 2013
<b>Cash Flow from Operating Activities</b>		
<b>Profit Before Taxes, Minority Interest and Share of Associates</b>	4,831.42	7,684.25
<b>Adjustments for :-</b>		
Interest income		
Profit on sale of investments (net)	(1,091.36)	(1,080.24)
Dividend Income	(12.72)	(11.68)
Finance costs	(6.00)	(1.18)
Loss / (Profit) on sale of fixed assets (net)	14,709.63	11,190.10
Provision for employee benefits (net)	31.59	(0.44)
Depreciation and amortization expense	(59.18)	166.00
Provision for Bad and Doubtful Debts	1,510.18	944.06
Provision / ( Reversal) for Overlay expenses (net)	177.21	(54.33)
Reversal of provision for diminution in value of investments	(240.66)	92.54
Amortisation of goodwill	-	(25.20)
Amortisation of toll receivable account	69.83	115.53
Foreign currency fluctuation (gain) / loss and other adjustment	31.41	30.76
Excess provision written back	12.20	8.07
Preliminary expenses written off	(0.98)	(7.70)
	-	0.05
<b>Operating profit before Working Capital Changes</b>	<b>19,962.57</b>	<b>19,050.59</b>
<b>Adjustments changes in working capital:</b>		
(Increase) / Decrease in Trade receivables	(876.59)	883.29
(Increase) / Decrease in other non-current and current assets and long-term and short-term loans and advances	(2,803.39)	476.45
Decrease in Trade payables, Other long-term and Other current liabilities	4,194.75	645.44
<b>Cash Generated from Operations</b>	<b>20,477.34</b>	<b>21,055.77</b>
Direct Taxes paid (Net)	(2,505.43)	(1,582.70)
<b>Net Cash generated from Operating Activities (A)</b>	<b>17,971.91</b>	<b>19,473.07</b>
<b>Cash flow from Investing Activities</b>		
Additions to fixed assets	(31,978.90)	(30,621.07)
Proceeds from sale of fixed assets	20.13	47.01
Increase in Receivable under Service Concession Arrangement (net)	(8,885.10)	(18,766.70)
Interest received	665.90	982.93
Purchase of / advance towards investments (net)	96.81	(195.97)
Proceeds from redemption / (purchase) of Mutual Funds & other units (net)	369.56	(208.66)
Movement in other bank balances	(1,139.06)	(1,732.07)
Long term loans repaid / (given) (net)	77.33	(201.21)
Short term loans given	(426.13)	(947.69)
Inter-corporate deposits encashed / (placed) (net)	(32.68)	673.30
Dividend received	6.00	1.18
Payment towards acquisition of subsidiary	(6.36)	-
<b>Net Cash used in Investing Activities (B)</b>	<b>(41,232.50)</b>	<b>(50,968.95)</b>
<b>Cash flow from Financing Activities</b>		
Proceeds from issue of Preference Shares (including securities premium)	7,529.00	-
Preference issue expenses adjusted against securities premium	(67.23)	-
Proceeds from borrowings	77,356.19	57,558.47
Repayment of borrowings	(41,802.46)	(15,711.72)
Finance costs paid	(20,460.33)	(13,713.18)
Dividend paid	(780.93)	(777.07)
Tax on Dividend paid	(162.21)	(129.89)
Capital Grant received	2,591.46	4,554.45
Proceeds from minority interest (including securities premium)	1,035.30	515.30
Restructuring Charges paid by a subsidiary	(869.37)	-
<b>Net Cash generated from Financing Activities (C)</b>	<b>24,369.42</b>	<b>32,296.36</b>
<b>Net Increase in Cash and Cash Equivalents (A+B+C)</b>	<b>1,108.83</b>	<b>800.48</b>
Cash and Cash Equivalent at the beginning of the year	3,577.60	2,742.62
Impact of Foreign Currency Translation	104.24	34.50
Impact of acquisition of subsidiary	(1,320.87)	-
Cash and Cash Equivalent at the end of the year	6,111.54	3,577.60
<b>Net Increase in Cash and Cash Equivalents</b>	<b>1,108.83</b>	<b>800.48</b>




**IL&FS TRANSPORTATION NETWORKS LIMITED**  
**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2014**

₹ in million

Components of Cash and Cash Equivalents		
Cash on hand	35.91	23.42
Balances with Banks in current accounts	5,147.55	2,349.06
Balances with Banks in deposit accounts	928.08	1,205.12
	6,111.54	3,577.60
Unpaid dividend accounts	4.20	1.44
Balances held as margin money or as security against borrowings	597.10	623.08
<b>Cash and Cash Equivalents</b>	<b>6,712.84</b>	<b>4,202.12</b>

Note 1 to 41 forms part of the consolidated financial statements.

In terms of our report attached.  
 For Deloitte Haskins & Sells LLP  
 Chartered Accountants



Kalpesh J. Mehta  
 Partner

Mumbai, May 13, 2014

For and on behalf of the Board



Managing Director

Director




Chief Financial Officer



Company Secretary

Mumbai, May 13, 2014

## IL&FS TRANSPORTATION NETWORKS LIMITED

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

### NOTE - 1: PRINCIPLES OF CONSOLIDATION, SIGNIFICANT ACCOUNTING POLICIES

#### A. Basis of Consolidation:

- (a) The Consolidated Financial Statements (“CFS”) relates to IL&FS Transportation Networks Limited (the “Company”), its subsidiaries, jointly controlled entities, jointly controlled operations and associates. The Company, its subsidiaries, jointly controlled entities and jointly controlled operations constitute “the Group”.
- (b) The CFS are prepared in accordance with the Generally Accepted Accounting Principles in India, where applicable, Accounting Standards notified by the Companies (Accounting Standards) Rules, 2006 ((which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs) and Exposure Draft on the Guidance Note on Accounting for Service Concession Agreement (SCA) for Public-to-Private SCA to the extent it does not conflict with current Accounting Standards.
- (c) The preparation of the financial statements requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the consolidated financial statements, the reported income and expenses during the reporting period. Management believes that the estimates used in the preparation of its consolidated financial statements are prudent and reasonable. Actual results could differ from these estimates. In case the actual results are different are those from estimates, the effect thereof is given in the consolidated financial statements of the period in which the events materialise.

#### B. Principles of Consolidation:

- (a) The CFS have been prepared by the Company in accordance with Accounting Standards (AS) 21 on “Consolidated Financial Statements”, AS 27 on “Financial Reporting of Interests in Joint Ventures” and AS 23 on “Accounting for Investments in Associates in Consolidated Financial Statements”

Investments in Associates are accounted for under the equity method in accordance with AS 23 on “Accounting for Investments in Associates in Consolidated Financial Statements”.

The financial statements of the Company and its subsidiaries have been combined on a line by line basis by adding together the book values of like items of assets, liabilities, income and expenses after eliminating intra-group balances and intra-group transactions resulting in unrealised profits or losses.

As the financial assets and intangible assets recognized under service concession arrangement are acquired in exchange for infrastructure construction / upgrading services, gains / losses on intra group transactions are treated as realized and not eliminated on consolidation.

In case of foreign subsidiaries, revenue items are consolidated by applying the average rate prevailing during the period to the foreign currency amounts. All assets and liabilities are consolidated by applying the rates prevailing at the period end to the foreign currency amounts. Shareholder’s funds are consolidated by applying the transaction date rates to the foreign currency amounts.

- (b) The accounting policies of subsidiaries have been adjusted, as necessary and to the extent practicable, so as to ensure consistent accounting within the Group.
- (c) The excess of cost of the Group’s investments in each subsidiary, jointly controlled entity and associates over the Group’s share in equity of such entities, at the date on which such investment is made, is recognised as Goodwill and included as an asset in the Consolidated Balance Sheet. The excess of the Group’s share in equity of each subsidiary, jointly controlled entity and associates at the date on which the investment is made, over the cost of the investment is recognised as Capital Reserve and included as Reserves and Surplus under Shareholders’ Equity in the Consolidated Balance Sheet. Any change in the cost of the investment in subsidiary or jointly controlled entity post the acquisition thereof is effected by way of change in the goodwill on consolidation or capital reserve on consolidation, as the case may be.





**IL&FS TRANSPORTATION NETWORKS LIMITED****Notes forming part of the Consolidated Financial Statements for the year ended March 31, 2014**

(d) Minority interest in the net assets of subsidiaries consists of amounts of equity attributable to the minority shareholders at the dates on which investments are made by the Company in the subsidiaries and further movements in their share in the equity, subsequent to the dates of investments.

(c) The financial statements of the subsidiaries, associates and joint ventures used in the consolidation are drawn up to the same reporting date as that of the Company i.e. March 31, 2014 except for one overseas subsidiary viz. Elsamex S.A. whose audited financial statements (incorporating the financial statements of its subsidiaries, jointly controlled entities/ operations and its associates) have been drawn for a period of twelve months up to December 31, 2013 and adjusted for effects of significant transactions and other events that have occurred between January 01, 2014 and March 31, 2014.

C. The list of subsidiaries, which are included in the CFS with their respective country of incorporation and the Group's holding therein for each of the financial period / year are given below:

Name of the Subsidiary	Country of Incorporation	Proportion of Group's Interest (%)		Date of Acquisition of Control
		As at March 14	As at March 13	
<b>1. Held directly:</b>				
Gujarat Road and Infrastructure Company Limited ("GRICL")	India	83.61	83.61	January 11, 2007
Scheme of ITNL Road Investment Trust ("IRIT")	India	100.00	100.00	March 13, 2007
East Hyderabad Expressway Limited ("EHXL")	India	74.00	74.00	September 5, 2007
ITNL Road Infrastructure Development Company Limited ("IRIDCL")	India	100.00	100.00	January 17, 2008
IL&FS Rail Limited ("IRL")	India	71.37	69.29	February 4, 2008
Elsamex SA (includes 22.61 % shares held through IIPL, previous year 22.61%) ("Elsamex")	Spain	100.00	100.00	March 18, 2008
ITNL International Pte. Ltd. ("IIPL")	Singapore	100.00	100.00	September 19, 2008
Vansh Nimay Infraprojects Limited ("VNIL")	India	90.00	90.00	March 25, 2009
West Gujarat Expressway Limited ("WGEL")	India	74.00	74.00	June 10, 2009
Hazaribagh Ranchi Expressway Limited ("HREL")	India	74.00	74.00	August 1, 2009
Pune Sholapur Road Development Company Limited ("PSRDCL")	India	90.91	100.00	September 25, 2009
Moradabad Bareilly Expressway Limited ("MBEL")	India	100.00	100.00	February 4, 2010



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

Name of the Subsidiary	Country of Incorporation	Proportion of Group's Interest (%)		Date of Acquisition of Control
		As at March 14	As at March 13	
Jharkhand Road Projects Implementation Company Limited ("JRPICL")	India	93.43	93.04	February 27, 2010
Chenani Nashri Tunnelway Limited ("CNTL")	India	100.00	100.00	June 2, 2010
MP Border Checkpost Development Company Limited ("MPBCDCL")	India	51.00	51.00	October 28, 2010
Badarpur Tollway Operations Management Limited ("BTOML")	India	100.00	100.00	December 9, 2010
Futureage Infrastructure India Limited ("FIIL")	India	58.48	61.22	July 14, 2011
Charminar RoboPark Limited ("CRL")	India	89.20##	89.92##	July 27, 2011
ITNL Offshore Pte. Ltd. ("IOPL")	Singapore	100.00	100.00	December 5, 2011
Karyavattom Sports Facility Limited ("KSFL")	India	100.00	100.00	February 8, 2012
Kiratpur Ner Chowk Expressway Limited ("KNCEL")	India	100.00	100.00	February 12, 2012
Baleshwar Kharagpur Expressway Limited ("BKEL")	India	100.00	100.00	April 4, 2012
Sikar Bikaner Highway Limited ("SBHL")	India	100.00	100.00	May 9, 2012
Khed Sinnar Expressway Limited ("KSEL")	India	100.00	-	June 12, 2013
Barwa Adda Expressway Limited ("BAEL")	India	100.00	-	June 27, 2013
GIFT Parking Facilities Limited ("GPFL") ++	India	100.00	-	Incorporated on January 9, 2014
<b>2. Held through subsidiaries:</b>				
North Karnataka Expressway Limited ("NKEL")	India	93.50@	93.50@	March 21, 2007
Atenea Seguridad Y Medio Ambiente S.A.U.	Spain	100.00 \$	100.00 *	March 18, 2008
Senalizacion Viales e Imagen S.A.U.	Spain	100.00 \$	100.00 *	March 18, 2008



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

Name of the Subsidiary	Country of Incorporation	Proportion of Group's Interest (%)		Date of Acquisition of Control
		As at March 14	As at March 13	
Elsamex Internacional S.L.	Spain	100.00 \$	100.00 *	March 18, 2008
Grusamar Ingenieria Y Consulting, S.L.	Spain	100.00 \$	100.00 *	March 18, 2008
Elsamex Portugal S.A.	Portugal	70.00 \$	73.50 *	March 18, 2008
Inteval Gestao Integral Rodoviaria S.A.	Portugal	100.00 \$	100.00 *	March 18, 2008
Elsamex India Private Limited	India	99.15 \$	99.15 *	March 18, 2008
Yala Construction Co Private Limited	India	96.03 \$	96.03 *	March 18, 2008
Mantenimiento Y Conservacion De Vialidades S.A. DE C.V.	Mexico	64.00 \$	64.00 *	March 18, 2008
ESM Mantenimiento Integral, SA DE CV	Mexico	100.00 \$	100.00 *	March 18, 2008
CISEM-INTEVIA, S.A.	Spain	100.00 \$	100.00 *	March 18, 2008
Control 7, S.A.	Spain	100.00 \$	100.00 *	March 18, 2008
Grusamar Albania SHPK	Albania	51.00 \$	51.00 *	March 18, 2008
Elsamex Brazil LTDA	Brazil	44.10 \$^^	44.10 *	March 18, 2008
Rapid MetroRail Gurgaon Limited ("RMGL")	India	81.39#	59.26#	July 30, 2009
Area De Servicio Coiros S.L.U.	Spain	100.00 \$	100.00 *	May 31, 2010
Conservacion De Infraestructuras De Mexico S.A. DE C.V.	Mexico	96.40 \$	96.40 *	September 1, 2010
Alcantarilla Fotovoltaica, S.L.U.	Spain	100.00 \$	100.00 *	December 17, 2010
Area De Servicio Punta Umbria, S.L.U.	Spain	100.00 \$	100.00 *	December 17, 2010
ITNL International JLT ("IJLT")	UAE	100.00	100.00	May 17, 2012
Beasolarta S.A.U.	Spain	100.00 \$	100.00 *	November 29, 2012
Rapid MetroRail Gurgaon South Limited ("RMGSL")	India	81.39@@	80.04@@	December 6, 2012
ITNL Africa Projects Ltd. ("IAPL")	Nigeria	100.00^	100.00^	February 28, 2013
Grusamar India Limited	India	100.00 \$	-	March 21, 2013
Elsamex Construcao E Manutencao LTDA	Brazil	99.99 \$	-	June 26, 2013



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

Name of the Subsidiary	Country of Incorporation	Proportion of Group's Interest (%)		Date of Acquisition of Control
		As at March 14	As at March 13	
Sharjah General Services Company LLC ("SGSC")	UAE	49.00**	-	October 9, 2013
I IPL USA LLC	USA	100.00	-	November 20, 2013
Andhra Pradesh Expressway Limited	India	86.74\$\$	-	March 27, 2014
Elsamex Maintenance Services limited	India	99.88 \$	-	September 12, 2013
Elsamex LLC ++	USA	100.00 \$	-	Incorporated on September 26, 2013
Grusamar Engenharia y Consultoría Brasil LTDA ++	Brazil	99.99 \$	-	Incorporated on August 29, 2013
GRICL Rail Bridge Development Company Limited ("GRBDCL") ++	India	100.00	-	Incorporated on February 24, 2014

\$ Proportion of Group's Interest as at December 31, 2013

\* Proportion of Group's Interest as at December 31, 2012

@ Out of the above 13.00% is held directly by the Company and balance 80.50% through the scheme of IRIT (Previous year 13.00% held by the Company and balance 80.50% through the scheme of IRIT).

@@ Out of the above 35.00% is held directly by the Company and balance 46.16% through the IRL. (Previous year 35.00% held by Company and balance 45.04% held through IRL).

# Out of the above 35.00% is directly held by the Company and balance 46.16% through IRL. (Previous year 26.00% held by Company and balance 33.26% held through IRL).

### Out of the above 74.00% is directly held by the Company and balance 15.44% through FIIL. (Previous year 74.00% held by Company and balance 15.92% held through FIIL)

^ Out of the above 0.50 % is directly held by the Company and balance 99.50% through I IPL. (Previous year 0.50 % held by Company and balance 99.50% through I IPL )

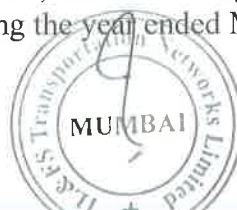
^^ Elsamex Portugal S.A directly holds 63% in Elsamex Brazil LTDA and Elsamex S.A. directly holds 70% in Elsamex Portugal S.A. Accordingly, Groups proportionate holding comes to 44.10%. (Previous year - Elsamex Portugal S.A directly holds 63% in Elsamex Brazil LTDA and Elsamex S.A. directly holds 70% in Elsamex Portugal S.A. Accordingly, Groups proportionate share comes to 44.10%)

\*\* I IPL has entered into a shareholders agreement with other shareholders of SGSC wherein the profit and loss are shared by I IPL 70% and other shareholders 30%. I IPL has Board control on SGSC.

\$\$ Out of the above 12.74 % is directly held by the Company and balance 74% through IRIT

++ In these entities there has been no investments made by the Group. These are considered to be subsidiary based on subscription to the Memorandum & Articles of Association and / or Board control.

D. The financial position and results (after eliminations) of BAEL, KSEL, SGSC, IPLUS, APEL, GRBDCL, Grusamar India Limited, Elsamex Construcão E Manutenção LTDA, Elsamex Maintenance Services limited, Elsamex LLC, Grusamar Engenharia Y Consultoría Brasil LTDA and GPFL which became subsidiaries during the year ended March 31, 2014 are given below:



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

₹ in million

	BAEL	KSEL	SGSC	IPLUS	APEL
<b>Equity and Liability as at March 31, 2014</b>					
Shareholder's Funds (Including share application money)	(4.56)	(6.37)	(12.13)	(3.89)	(169.59)
Non-current liabilities	-	147.76	-	-	5,825.71
Current liabilities	185.51	43.87	0.08	-	764.72
	<b>180.95</b>	<b>185.26</b>	<b>(12.05)</b>	<b>(3.89)</b>	<b>6,420.84</b>
<b>Assets as at March 31, 2014</b>					
Fixed Assets (Net Block)	2,339.73	4,016.01	1.53	-	1.99
Non-current assets	-	9.72	0.08	-	7,408.96
Current assets	7.26	107.67	3.34	58.67	1,393.30
	<b>2,346.99</b>	<b>4,133.40</b>	<b>4.96</b>	<b>58.67</b>	<b>2,534.50</b>
<b>Income for the period (from the date of incorporation / acquisition to March 31, 2014)</b>					
Operating income	2,099.56	3,774.77	-	-	9.35
Other income	-	-	-	-	2.77
<b>Total Income</b>	<b>2,099.56</b>	<b>3,774.77</b>	<b>-</b>	<b>-</b>	<b>12.13</b>
<b>Expenses for the period (from the date of incorporation / acquisition to March 31, 2014)</b>					
Operating expenses	238.13	199.24	0.07	1.44	1.01
Depreciation	-	-	0.14	-	0.01
Interest cost	-	-	-	-	9.08
Other administrative expenses	4.56	8.39	4.56	-	0.23
<b>Total Expenses</b>	<b>242.69</b>	<b>207.63</b>	<b>4.77</b>	<b>1.44</b>	<b>10.32</b>
Profit / (Loss) for the period before tax	1,856.86	3,567.14	(4.77)	(1.44)	1.80
Taxes	-	-	-	-	-
<b>Profit / (Loss) for the period after tax</b>	<b>1,856.86</b>	<b>3,567.14</b>	<b>(4.77)</b>	<b>(1.44)</b>	<b>1.80</b>



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

₹ in million

	GRBDCL	Grusamer India Ltd.	Elsamex Construcao E Manutencao LTDA	Elsamex Maintenance Services Ltd.
<b>Equity and Liability as at March 31, 2014</b>				
Shareholder's Funds (Including share application money)	(0.02)	5.78	(1.10)	0.44
Non-current liabilities	-	-	-	-
Current liabilities	-	11.57	2.19	
	<b>(0.02)</b>	<b>17.35</b>	<b>1.09</b>	<b>0.44</b>
<b>Assets as at March 31, 2014</b>				
Fixed Assets (Net Block)	-	-	0.20	-
Non-current assets	-	-	-	0.02
Current assets	-	17.35	0.89	0.42
	-	<b>17.35</b>	<b>1.09</b>	<b>0.44</b>
<b>Income for the period (from the date of incorporation / acquisition to March 31, 2014)</b>				
Operating income	-	24.53	-	-
Other income	-	0.07	-	-
<b>Total Income</b>	-	<b>24.59</b>	-	-
<b>Expenses for the period (from the date of incorporation / acquisition to March 31, 2014)</b>				
Operating expenses	-	16.70	-	-
Depreciation	-	-	-	-
Interest cost	-	-	0.02	-
Other administrative expenses	0.02	0.12	0.30	0.04
<b>Total Expenses</b>	<b>0.02</b>	<b>16.83</b>	<b>0.32</b>	<b>0.04</b>
Profit / (Loss) for the period before tax	(0.02)	7.77	(0.32)	(0.04)
Taxes	-	2.41	-	-
<b>Profit / (Loss) for the period after tax</b>	<b>(0.02)</b>	<b>5.35</b>	<b>(0.32)</b>	<b>(0.04)</b>



**IL&FS TRANSPORTATION NETWORKS LIMITED**
**Notes forming part of the Consolidated Financial Statements for the year ended March 31, 2014**

The financial position and results (after eliminations) of BKEL, SBHL, IJLT, Beasolartha S.L.U., IAPL and RMGSL, which became subsidiaries during the year ended March 31, 2013 are given below:

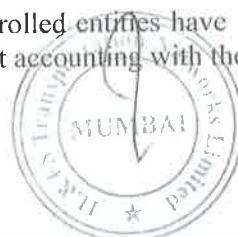
₹ in million

	BKEL	SBHL	IJLT	Beasolartha SLU	IAPL	RMGSL
Equity and Liability as at	March 31, 2013	March 31, 2013	March 31, 2013	March 31, 2013	March 31, 2013	March 31, 2013
Shareholder's Funds (including share application money)	101.75	117.65	(21.38)	(0.31)	(9.73)	(0.35)
Non-current liabilities	-	-	-	-	-	0.52
Current liabilities	111.16	4.93	3.23	146.88	0.17	281.42
	<b>212.91</b>	<b>122.58</b>	<b>(18.15)</b>	<b>146.57</b>	<b>(9.56)</b>	<b>281.59</b>
Assets as at	March 31, 2013	March 31, 2013	March 31, 2013	March 31, 2013	March 31, 2013	March 31, 2013
Fixed Assets (Net Block)	1,317.90	1,733.89	44.44	147.54	34.22	1,484.90
Non-current assets	0.01	2.14	4.15	0.86	-	8.43
Current assets	90.27	9.23	13.79	0.47	156.27	28.61
	<b>1,408.18</b>	<b>1,745.26</b>	<b>62.38</b>	<b>148.87</b>	<b>190.49</b>	<b>1,521.94</b>
Income for the period (from the date of incorporation / acquisition to March 31, 2013 )						
Operating income	1,251.92	1,663.61	-	0.31	-	1,214.57
Other income	0.01	-	-	-	-	-
<b>Total Income</b>	<b>1,251.93</b>	<b>1,663.61</b>	<b>-</b>	<b>0.31</b>	<b>-</b>	<b>1,214.57</b>
Expenses for the period (from the date of incorporation / acquisition to March 31, 2013 )						
Operating expenses	77.32	86.75	-	-	-	235.57
Depreciation	-	-	0.95	0.03	-	0.02
Other administrative expenses	7.91	10.50	21.78	0.59	10.08	0.33
<b>Total Expenses</b>	<b>85.23</b>	<b>97.25</b>	<b>22.73</b>	<b>0.62</b>	<b>10.08</b>	<b>235.92</b>
Profit/(Loss) for the period before tax	1,166.70	1,566.36	(22.73)	(0.31)	(10.08)	978.65
Taxes	-	-	-	-	-	-
<b>Profit/(Loss) for the period after tax</b>	<b>1,166.70</b>	<b>1,566.36</b>	<b>(22.73)</b>	<b>(0.31)</b>	<b>(10.08)</b>	<b>978.65</b>

**E. Interest in Jointly Controlled Entities:**

- (a) The financial statements (consolidated financial statements where applicable) of jointly controlled entities have been consolidated on a line by line basis by adding together the book values of like items of assets, liabilities, income and expenses after eliminating intra-group balances and intra-group transactions resulting in unrealised profits or losses as required by AS 27 using the proportionate consolidation method.

- (b) The accounting policies in the jointly controlled entities have been adjusted as necessary and to the extent practicable, so as to ensure consistent accounting with the policies stipulated by the Company.



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

(c) The Group's interest in jointly controlled entities are:

Name of the Company	Country of Incorporation	Date of Acquisition of Joint Control	Proportion of Group's Interest (%)	
			As at March 14	As at March 13
<b>Held Directly :</b>				
Noida Toll Bridge Company Limited (NTBCL)	India	Various dates	25.35	25.35
N.A.M. Expressway Limited (NAMEL)	India	June 15, 2010	50.00	50.00
Jorabat Shillong Expressway Limited (JSEL)	India	June 18, 2010	50.00	50.00
<b>Held through Subsidiaries :</b>				
Consortio De Obras Civiles S.R.L	R.Dominicana	December 11, 2009	34.00 \$	34.00 *
Geotecnia y Control De Qualitat, S.A.	Spain	July 15, 2010	50.00 \$	50.00 *
Vias Y Construcciones S. R. L.	R.Dominicana	August 12, 2010	50.00 \$	50.00 *
Chongqing Yuhe Expressway Co. Ltd.	China	December 27, 2011	49.00	49.00

Footnote: NTBCL includes ITNL Toll Management Services Limited, a subsidiary of NTBCL, which is also an associate of the Company.

\$ Proportion of Group's Interest as at December 31, 2013

\* Proportion of Group's Interest as at December 31, 2012

**F. Interest in Joint Controlled Operations :**

- (a) The financial statements (including consolidated financial statements where applicable) of the jointly controlled operations have been consolidated on a line by line basis by adding together the book values of like items of assets, liabilities, income and expenses after eliminating intra-group balances and intra-group transactions resulting in unrealised profits or losses as required by AS 27 using the proportionate consolidation method. The financial statements of the jointly controlled operations are prepared by the respective operators in accordance with the requirements prescribed by the joint operating agreements of the jointly controlled operations.
- (b) The accounting policies of jointly controlled operations have been adjusted as necessary and to the extent practicable, so as to ensure consistent accounting with the policies stipulated by the Company.
- (c) The Group's interest in jointly controlled operations are :





**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

Name of the Jointly Controlled Operations	Proportion of Group's Interest (%)	
	As at March 14 \$	As at March 13 *
Api Conservacion-Elsamex UTE Teruel II	50%	50%
Asfaltos Uribe-Norte Industrial-Construcciones Eder-Elsamex UTE Durango Bi	28%	28%
Atenea – Basoinsa UTE Atda Bergara Zizurkil	50%	50%
Atenea – Consulnima UTE Consultea	50%	50%
Atenea – Grusamar UTE Medio Ambiente-Comunidad Valenciana	-	50%
Atenea – Inastecan UTE Supervision Baleares 2008	-	80%
Atenea – Iz Ingenieros UTE Atda Embalse De Flix	50%	50%
Betancourt – Grusamar UTE Linares	50%	50%
Betancourt –Grusamar UTE Rio Alhama	50%	50%
Cgs-Geoteyco-Ciesm-Enmacosa UTE 2/2006	-	25%
Compañía General De Sondeos-Geoteyco-Emcosa-Ciesm-Sondeos Del Sur UTE 6/2004	-	23%
Con Interaniño	50%	50%
Cons.Carreteras del Sur	60%	60%
Cons.Jose Saldis	34%	34%
Corsan Corviam-Elsamex UTE Corelsa	50%	50%
Dair –Intevia	50%	50%
Elsamex- Martín Casillas UTE Conservación Cádiz	50%	50%
Elsamex-Arias UTE Conservación Coruña II	60%	60%
Elsamex-Asfaltos Uribe Este Señal UTE Durango II	45%	45%
Elsamex-Asfaltos Urretxu UTE Itziar	50%	50%
Elsamex-Cauchil UTE Elsamex- Cauchill Jaen	80%	80%
Elsamex-Const.Hispánica UTE Peaje La Jonquera	-	50%
Elsamex-Fitonovo UTE Casa Del Queso	-	50%
Elsamex-Iberseñal UTE Señalización Madrid	60%	60%
Elsamex-Oca UTE Conservación Orense III	50%	50%
Elsamex-Oca UTE Coruña III	70%	70%
Elsamex-Opsa UTE Peri Serrano Uribe	-	80%
Elsamex-Rubau UTE Argentona	50%	50%
Elsamex-Sando UTE II Conservación A-395	50%	50%
Elsamex-Sando UTE Refuerzo Del Firme A-395	-	50%
Elsamex-Torrescamara UTE Presas	50%	50%
Elsamex-Velasco UTE Polideportivos Hortaleza	-	50%
Elsamex-Velasco UTE Polideportivos Latina	50%	50%
Elsamex-Velasco UTE Polideportivos Tetuán	-	50%
Elsamex-Vimac UTE Vimac 01	-	50%
Elsan Pacsa-Elsamex UTE Navalvillar De Pela II	50%	50%
Epsilon	35%	35%
Geoteyco-Cgs-Ciesm-Enmacosa 2/2008	24%	24%
Grusamar – Inserco UTE Santas Martas Palanquinos	-	50%
Grusamar – Kv Consultores UTE Puerto De Mahon	-	80%
Grusamar – Progescan UTE Areas De Servicio	100%	100%
Grusamar – Prover UTE Zeneta San Javier	-	50%



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

Name of the Jointly Controlled Operations	Proportion of Group's Interest (%)	
	As at March 14 \$	As at March 13 *
Grusamar- Elsamex – Atenea	30%	30%
Grusamar Elsamex Atenea UTE Seguridad Vial Murcia	50%	50%
Grusamar- Ineco- Inastecan UTE Arucas	40%	40%
Grusamar-Elsamex-Atenea UTE Seguridad Vial Murcia	20%	20%
Gusamar -- Ineco UTE Inversiones 2008	-	50%
Intevia-Grusamar UTE Seguridad Vial Norte	30%	30%
Intevia-Grusamar UTE Seguridad Vial Norte	70%	70%
Intevia-Grusamar-Dair UTE Seguridad Vial Bizkaia	10%	10%
Intevia-Grusamar-Dair UTE Seguridad Vial Bizkaia	60%	60%
Serop-Elsamex UTE Mantenimiento Serop-Elsamex	50%	50%
UTE Abedul Cáceres	25%	25%
UTE Abedul Orihuela	25%	25%
UTE Abedul Ponferrada	25%	25%
UTE Abedul Villavidel	25%	25%
UTE Abedul Zamora	25%	25%
UTE Almanzora	65%	65%
UTE AP-7 Ondara	60%	60%
UTE Arona	60%	60%
UTE Asistencia Molinar	52%	0%
UTE Atenea-Paymacotas	40%	40%
UTE Atenea-Prevecons	55%	55%
UTE Autovia de Santiago	50%	50%
UTE Bizcaya Bi	37.5%	28%
UTE Boca Chica Sucursal Dominicana	-	100%
UTE CAP 1	50%	50%
UTE CEIP 1	50%	50%
UTE Cican Ciesm	50%	50%
Ute Conservacion Almeria	70%	70%
Ute Conservacion Asturias	50%	50%
UTE Conservacion Caceres	50%	50%
UTE Conservacion Grupo Sur	-	100%
UTE Cordoba	50%	50%
UTE Dallas	50%	50%
UTE Elsamex Arias Oca Conservación Orense	50%	50%
UTE Elsamex-Alpidesa	-	50%
UTE Elsamex-Lujan Alicante	50%	50%
UTE Grusamar -- OHS Ingeniería Y Urbanismo UTE Travesía De Hermigua	50%	50%
UTE Grusamar-Eyser	50%	50%
Ute Grusamar-Ingelan	60%	60%
Ute Grusamar-Intecsa-Inarsa-Atenea	30%	30%
Ute Grusamar-Intecsa-Inarsa-Atenea	30%	30%
UTE Grusumar -- Inserco Rambla Retamar	50%	50%



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

Name of the Jointly Controlled Operations	Proportion of Group's Interest (%)	
	As at March 14 \$	As at March 13 *
UTE inteuvia tairona castinsa	-	30%
UTE Mantenimient De Cuenca	50%	50%
UTE Parking Estacion Intermodal	50%	-
UTE Pycsa -- Atenea	-	50%
UTE Romana Sucursal Dominicana	-	100%
UTE Sector 03	-	50%
UTE SG-2/2011	24%	24%
UTE Sur Sevilla	50%	50%
UTE Tren Mallorca	80%	80%
UTE Urbanizacion Centro	30%	30%
UTE Viales el Jable	50%	50%
UTE Vizcaya II	45%	45%
Consorcio Elsamex-Grusamar Ecuador	100%	-
JV Elsamex -- Ascon	50%	-
UTE Control 7 Geoplaning	50%	-
Elsamex - ITNL JVCA	100%@	-

\$ Proportion of Group's Interest as at December 31, 2013

\* Proportion of Group's Interest as at December 31, 2012

@ Proportion of Group's Interest as at March 31, 2014

**G. Investments in Associates:**

- (a) An associate is an entity over which the Group is in a position to exercise significant influence, but not control or joint control, through participation in the financial and / or operating policy decisions of such enterprises. In accordance with AS 23 the investments are carried in the Consolidated Balance Sheet at cost as adjusted by post acquisition changes in the Group's share in the Reserves and Surplus of Associates.
- (b) The accounting policies of associates have been adjusted as necessary and to the extent practicable, so as to ensure consistent accounting with the policies stipulated by the Company.
- (c) Details of associates and ownership interest are as follows:

Name of the Company	Country of Incorporation	Proportion of Group's Interest (%)	
		As at March 14	As at March 13
<b>1.Held directly :</b>			
Andhra Pradesh Expressway Limited ("APEL")	India	-	49.00
Thiruvananthapuram Road Development Company Limited ("TRDCL")	India	50.00	50.00
ITNL Toll Management Services Limited ("ITMSL") (see footnote below)	India	49.00	49.00



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

Warora Chandrapur Ballarpur Toll Road Limited ("WCBTRL")	India	35.00	35.00
<b>2.Held through Subsidiaries :</b>			
Centro de Investigaciones de Curretros Andalucía S.A.	Spain	- \$	49.00 *
Labetec Ensayos Técnicos Canarios, S.A.	Spain	- \$	50.00 *
CGI 8 S.A.	Spain	49.00 \$	49.00 *
Elsamex Road Technology Company Limited	China	23.44 \$	23.44 *
Sociedad Concesionaria Autovía A-4 Madrid S.A	Spain	48.75 \$	48.75 *
VCS Enterprises Limited	India	30.00 \$	30.00 *
Ramky Elsamex Hyderabad Ring Road Limited	India	26.00 \$	26.00 *
Empresas Pame sa De CV	Mexico	34.10 \$	34.00 *
Zhejiang Elsamex Road Technology Co Ltd	China	23.44 \$	- *
Zhejiang Elsamex Road Construction Equipment Co Ltd	China	23.44 \$	- *

Note: ITMSL is a subsidiary of NTBCL which is consolidated as a Jointly Controlled Entity.

\$ Proportion of Group's Interest as at December 31, 2013

\* Proportion of Group's Interest as at December 31, 2012

**II. Goodwill on consolidation:**

- Goodwill comprises the portion of the purchase price for an acquisition that exceeds the Group's share in the identifiable assets, with deductions for liabilities, calculated on the date of acquisition.
- Goodwill arising from the acquisition of associates is included in the value of the holdings in the associate.
- Goodwill is deemed to have an indefinite useful life and is reported at acquisition value with deduction for accumulated impairments. An impairment test of goodwill is conducted once every year or more often if there is an indication of a decrease in value. The impairment loss on goodwill is reported in the Consolidated Statement of Profit and Loss.
- Goodwill on acquisition of the foreign subsidiary is restated at the rate prevailing at the end of the period.
- Goodwill on consolidation pertaining to subsidiaries/jointly controlled entities (special purpose vehicles) having a definite concession period is amortize, over the balance concession period on a systematic basis.

**I. Debenture issue expenditure**

Incremental costs directly attributable to the issue of debentures are being charged to the Consolidated Statement of Profit and Loss over the period of redemption of debentures.



**J. Accounting for Rights under Service Concession Arrangements**

**i. Recognition and measurement**

The Group builds infrastructure assets under public-to-private Service Concession Arrangements (SCAs) which it operates and maintains for periods specified in the SCAs.

Under the SCAs, where the Group has received the right to charge users of the public service, such rights are recognised and classified as “Intangible Assets”. Such 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 recognised and classified as intangible assets. Such an intangible asset is recognised by the Group at cost (which is the fair value of the consideration received or receivable for the construction services delivered) and is capitalized 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. The economics of the project is for the entire length of the road as per the bidding submitted by the Company. The component based certification which is received is an intermediate mechanism provided in the Concession Agreement to provide a right to collect a discounted toll to compensate the company for cost recovery during construction period and for any delays beyond the control of the Company. However, where there is other than temporary delay due to reasons beyond the control of the Company, the management may treat constructed portion of the road as a completed project,

Under the SCAs, 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 Arrangements”.

Consideration for various services (i.e. construction or upgrade services, operation and maintenance services, overlay services) under the SCA is allocated on the basis of costs actually incurred or the estimates of cost of services to be delivered.

**ii. Contractual obligation to restore the infrastructure to a specified level of serviceability**

The Group has contractual obligations to maintain the infrastructure to a specified level of serviceability or restore the infrastructure to a specified condition before it is handed over to the grantor of the SCA. Such obligations are measured at the best estimate of the expenditure that would be required to settle the obligation at the balance sheet date. In case of intangible assets, the timing and amount of such cost are estimated and recognised on an undiscounted basis by charging costs to revenue on the units of usage method i.e. on the number of vehicles expected to use the project facility, over the period at the end of which the overlay is estimated to be carried out based on technical evaluation by independent experts. In case of financial assets, such costs are recognised in the year in which such costs are actually incurred.

**iii. Revenue recognition**

Revenue from construction services is recognised according to the stage of completion of the contract, which depends on the proportion of costs incurred for the work performed till date to the total estimated contract costs provided the outcome of the contract can be reliably estimated. When the outcome of the contract cannot be reliably estimated but the overall contract is estimated to be profitable, revenue is recognised to the extent of recoverable costs. Any expected loss on a contract is recognised as an expense immediately. Revenue is not recognised when the concerns about collection are significant

Revenue from financial asset is recognised in the Consolidated Statement of Profit and Loss as interest, finance income calculated using the effective interest method from the year in which construction activities are started.

Revenue from operating and maintenance services and from overlay services is recognised in the period in which such services are rendered.



## **IL&FS TRANSPORTATION NETWORKS LIMITED**

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

Discounted Revenue collected on receipt of the component based certification is reduced from the cost of the Intangible asset as the construction work on remaining portion is still in progress and the entire asset is not ready for its intended purpose.

Revenue from intangible assets is recognised in the period of collection which generally coincides with the usage of the public service or where from such rights have been auctioned, in the period to which auctioned amount relates.

### **iv. Borrowing cost**

In respect of a financial asset, borrowing costs attributable to construction of the road are charged to Consolidated Statement of Profit and Loss in the period in which such costs are incurred.

In respect of an intangible asset, borrowing costs attributable to the construction of roads are capitalised up to the date of the final completion certificate of the asset / facility received from the authority for its intended uses specified in the Concession Agreement. All borrowing costs subsequent to the final completion certificate of the asset / facility as specified in Concession Agreement are charged to the Statement of Profit and Loss in the period in which such costs are incurred.

### **v. Amortisation of Intangible Asset**

The intangible rights which are recognised in the form of right to charge users of the infrastructure asset are amortized by taking proportionate of actual revenue earned for the half year / period over Total Projected Revenue from project to Cost of Intangible assets i.e. proportionate of actual revenue earned for the half year / period over Total Projected Revenue from the Intangible assets expected to be earned over the balance concession period as estimated by the management.

Total Projected Revenue shall be reviewed at the end of the each financial year and the total projected revenue shall be adjusted to reflect any changes in the estimates which lead to the actual collection at the end of the concession period.

### **vi. Amortisation of Toll Receivable Account**

Toll receivable account amortised over the balance estimated period of concession. Amortisation is been done on the basis of revenue for the year to the total estimated revenue over the balance estimated period of concession.

## **K. Fixed Assets and Depreciation/Amortisation:**

### **(a) Tangible fixed assets and depreciation**

Tangible fixed assets acquired by the Group are reported at acquisition cost, with deductions for accumulated depreciation and impairment losses, if any.

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

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

Depreciation on tangible fixed assets is computed as under:

- (i) In respect of premises, depreciation is computed on the Straight Line Method at the rates provided under Schedule XIV of the Companies Act, 1956.
- (ii) The Group has adopted the Straight Line Method of depreciation so as to depreciate 100% of the cost of the following type of assets at rates higher than those prescribed under Schedule XIV to the Companies Act, 1956, based on the Management's estimate of useful life of such assets:



## IL&FS TRANSPORTATION NETWORKS LIMITED

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

Asset Type	Useful Life
Computers	4 years
Specialised Office Equipment	3 years
Assets Provided to Employees	3 years

- (iii) Leasehold improvement costs are capitalised and amortised on a straight-line basis over the period of lease agreement unless the corresponding rates under Schedule XIV are higher, in which case, such higher rates are used.
- (iv) All categories of assets costing less than ₹ 5,000 each, mobile phones and items of soft furnishing are fully depreciated in the year of purchase.
- (v) Depreciation on fixed assets, other than on assets specified in K (a) (i), (ii), (iii) and (iv) above, is provided for on the Written Down Value Method at the rates provided under Schedule XIV of the Companies Act, 1956. Depreciation is computed pro-rata from the date of acquisition of and up to the date of disposal.

### (b) Intangible assets and amortisation

Intangible assets, other than those covered by SCAs, comprise of software and amounts paid for acquisition of commercial rights under an "Operation and Maintenance" agreement for a toll road project and are depreciated as follow:

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

Intangible assets are reported at acquisition cost with deductions for accumulated amortisation and impairment losses, if any.

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

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

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

### L. Impairment of Assets:

The carrying values of assets of the Group's cash-generating units are reviewed for impairment annually or more often if there is an indication of decline in value. If any indication of such impairment exists, the recoverable amounts of those assets are estimated and impairment loss is recognised, if the carrying amount of those assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the estimated future cash flows to their present value based on appropriate discount factor.



## **IL&FS TRANSPORTATION NETWORKS LIMITED**

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

### **M. Government Grants:**

- (a) Government grants are recognised only when it is reasonably certain that the related entity will comply with the attached conditions and the ultimate collection is not in doubt.
- (b) Grants received as compensation for expenses or losses are taken to the Consolidated Statement of Profit and Loss is accounted in the period to which it relates. Grants in the nature of promoter's contribution are treated as Capital Reserve.
- (c) Grants related to specific fixed assets are treated as deferred income, which is recognised in the Consolidated Statement of Profit and Loss in proportion to the depreciation charge over the useful life of the asset.

### **N. Investments:**

- (a) Investments are capitalised at actual cost including costs incidental to acquisition, net of dividend received (net of tax) attributable to the period prior to acquisition of investment.
- (b) Investments are classified as long term or current at the time of making such investments.
- (c) Long term investments are individually valued at cost, less provision for diminution, which is other than temporary.
- (d) Current investments are valued at the lower of cost and market value.
- (e) Cost of investment property acquired in exchange for an asset is determined by reference to the fair value of the asset given up.

### **O. Inventories:**

- (a) Inventories are valued at the lower of cost and net realisable value. Net realisable value is estimated at the expected selling price less estimated selling costs.
- (b) Costs for trading goods are determined using the annual weighted average principle and includes purchase price and non-refundable taxes.
- (c) Cost of raw material includes purchase price and non-refundable taxes.
- (d) Cost of manufactured goods include direct and indirect cost
- (e) Inventories of electronic cards (prepaid cards) and on-board units are valued at the lower of cost and net realisable value. Cost is determined on first-in-first-out basis.

### **P. Recognition of Revenue other than from Service Concession Arrangements:**

- (a) Revenue is recognised when it is realised or realisable and earned. Revenue is considered as realised or realisable and earned when it has persuasive evidence of an arrangement, delivery has occurred, the sales price is fixed or determinable and collectability is reasonably assured.
- (b) Revenue in respect of arrangements made for rendering services is recognised over the contractual term of the arrangement. In respect of arrangements which provide for an upfront payment followed by additional payments as certain conditions are met (milestone payments), the amount of revenue recognised is based on the services delivered in the period as stated in the contract. In respect of arrangements where fees for services rendered are success based (contingent fees), revenue is recognised only when the factor(s) on which the contingent fees is based actually occur. In respect of the Group's trading activities, revenue is recognised on dispatch of goods, which coincides with the significant transfer of risks and rewards.
- (c) Revenue realised from grant of advertisement rights is recognised as follows:
  - (i) Development fees are recognised as income during the half year in which the advertisement rights are granted.
  - (ii) License fees are recognised as income on a "Straight-Line" basis over the duration of the license.





## IL&FS TRANSPORTATION NETWORKS LIMITED

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

- (d) Revenue from development projects under fixed - price contracts, where there is no uncertainty as to measurement or collectability of consideration is recognised based on the milestones reached under the contracts. Pending completion of any milestone, revenue recognition is restricted to the relevant cost which is carried forward as part of Unbilled Revenue.
- (e) Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable provided it is not unreasonable to expect ultimate collection.

### Q. Foreign Currency Transactions:

- (a) Transactions in foreign currencies are translated to the reporting currency based on the exchange rate on the date of the transaction. Exchange difference arising on settlement thereof during the year is recognised as income or expenses in the Consolidated Statement of Profit and Loss.
- (b) Cash and bank balances, receivables, (other than those that are in substance the Group's net investment in a non integral foreign operation), and liabilities (monetary items) denominated in foreign currency outstanding as at the period-end are valued at closing date rates, and unrealised translation differences are included in the Consolidated Statement of Profit and Loss.
- (c) Non monetary items (such as equity investments) denominated in foreign currencies are reported using exchange rate as at the date of the transaction. Where such items are carried at fair value, these are reported using exchange rates that existed on dates when the fair values were determined.
- (d) Inter-company receivables or payables for which settlement is neither planned nor likely to occur in the foreseeable future and are in substance an extension to or a deduction from the Group's net investments in a foreign entity are translated at closing rates but the exchange differences arising are accumulated in a foreign currency translation reserve until disposal of the net investment, at which time they are recognised as income or expense in the Consolidated Statement of Profit and Loss. Any repayment of receivables or payables forming part of net investment in foreign operations is not considered as partial disposal of investments in foreign operations and amounts previously recognised in the foreign currency translation reserve are not adjusted until the disposal of the ownership interest occurs.
- (e) The Group's forward exchange contracts are not held for trading or speculation. The premium or discount arising on entering into such contracts is amortised over the life of the contracts and exchange difference arising on such contracts is recognised in the Consolidated Statement of Profit and Loss.

### R. Employee Benefits:

#### a. Short Term

Short term employee benefits are recognised as an expense at the undiscounted amount expected to be paid over the period of services rendered by the employees to the Group.

#### b. Long Term

The Group has both defined-contribution and defined-benefit plans, of which some have assets in special funds or securities. The plans are financed by the Group and in the case of some defined contribution plans by the Group along with its employees.

##### (i) Defined-contribution plans

These are plans in which the Group pays pre-defined amounts to separate funds and does not have any legal or informal obligation to pay additional sums. These comprise of contributions to the employees' provident fund, family pension fund and superannuation fund. The Group's payments to the defined contribution plans are reported as expenses in the period in which the employees perform the services that the payment covers.

##### (ii) Defined-benefit plans



## IL&FS TRANSPORTATION NETWORKS LIMITED

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

Expenses for defined-benefit gratuity plans are calculated as at the balance sheet date by independent actuaries in a manner that distributes expenses over the employee's working life. These commitments are valued at the present value of the expected future payments, with consideration for calculated future salary increases, using a discount rate corresponding to the interest rate estimated by the actuary having regard to the interest rate on government bonds with a remaining term that is almost equivalent to the average balance working period of employees.

The actuarial gains and losses are recognised immediately in the Consolidated Statement of Profit and Loss.

### c. Other Employee Benefits

Compensated absences which accrue to employees and which can be carried to future periods but are expected to be encashed or availed in twelve months immediately following the period end are reported as expenses during the period in which the employees perform the services that the benefit covers and the liabilities are reported at the undiscounted amount of the benefits after deducting amounts already paid. Where there are restrictions on availment or encashment of such accrued benefit or where the availment or encashment is otherwise not expected to wholly occur in the next twelve months, the liability on account of the benefit is actuarially determined using the projected unit credit method.

### S. Taxes on Income:

- (a) Taxes include taxes on income, adjustment attributable to earlier periods and changes in deferred taxes. Taxes are determined in accordance with enacted tax regulations and tax rates in force and in the case of deferred taxes at rates that have been substantively enacted.
- (b) The provision for tax has been taken for each consolidating entity on the basis of the standalone financial statements prepared under Indian GAAP by that entity and has been aggregated for the purpose of the CFS.
- (c) Deferred tax is calculated to correspond to the tax effect arising when final tax is determined. Deferred tax corresponds to the net effect of tax on all timing differences, which occur as a result of items being allowed for income tax purposes during a period different from when they are recognised in the financial statements.
- (d) Deferred tax assets are recognised with regard to all deductible timing differences to the extent that it is probable that taxable profit will be available against which deductible timing differences can be utilised. When the Group's entities carry forward unused tax losses and unabsorbed depreciation, deferred tax assets are recognised only to the extent there is virtual certainty backed by convincing evidence that sufficient future taxable income will be available against which deferred tax assets can be realised.
- (e) The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced by the extent that it is no longer probable that sufficient future taxable profit will be available to allow all or a part of the aggregate deferred tax asset to be utilised.
- (f) Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal tax in the future period. Accordingly, it is recognized as an asset in the Balance Sheet when it is probable that the future economic benefit associates with it will flow to the Company.

### T. Provisions, Contingent Liabilities and Contingent Assets:

- (a) A provision is recognised when the Group has a present obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made.



## **IL&FS TRANSPORTATION NETWORKS LIMITED**

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

- (b) Provision for final dividend payable (including dividend tax thereon) is made in the financial statements of the period to which the dividend relates when the same is proposed by the Board of Directors after the Balance Sheet date but before the approval of financial statements of the period to which the dividend relates. Provision for interim dividend payable (including dividend tax thereon) is made in the financial statements of the period in which the same is declared by the Board of Directors..
- (c) Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on best estimates required to settle the obligation at the Balance Sheet date.
- (d) These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.
- (e) Contingent liabilities are not recognised but are disclosed in the notes to the financial statement.
- (f) A contingent asset is neither recognised nor disclosed.

### **U. Segment Reporting:**

- (a) Segment revenues, expenses, assets and liabilities have been identified to segments on the basis of their relationship to the operating activities of the Segment.
- (b) Revenue, expenses, assets and liabilities, which relate to the Group as a whole and are not allocable to segments on a reasonable basis, are included under "Unallocated Revenue/Expenses/Assets/Liabilities".

### **V. Borrowing Costs:**

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

### **W. Earnings Per Share:**

- (a) Basic earnings per share is calculated by dividing the net profit after tax for the period attributable to equity shareholders of the Group by the weighted average number of equity shares in issue during the period.
- (b) Diluted earnings per share is calculated by dividing the net profit after tax for the period attributable to equity shareholders of the Group by the weighted average number of equity shares determined by assuming conversion on exercise of conversion rights for all potential dilutive securities.

### **X. Derivative Transactions:**

- (a) Premium paid on acquisition of option contracts is treated as a current asset until maturity. If the premium paid exceeds the premium prevailing as at the date of the balance sheet, the difference is charged to the Consolidated Statement of Profit and Loss. If the prevailing premium as at the balance sheet date exceeds the premium paid for acquiring option contracts, the difference is not recognised.
- (b) Premium received on option contracts written is treated as a current liability until maturity. If the premium prevailing on the balance sheet date exceeds the premium received on such options, the difference is charged to the Consolidated Statement of Profit and Loss. If the prevailing premium as at the balance sheet date falls short of the premium received for writing option contracts, the difference is not recognised.
- (c) Hedging instruments are initially measured at fair value, and are remeasured at subsequent reporting dates. Changes in the fair value of these derivatives that are designated and effective as hedges of future cash flows are recognised directly in shareholder's funds and the ineffective portion is recognised immediately in Consolidated Statement of profit and loss.



## **IL&FS TRANSPORTATION NETWORKS LIMITED**

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

Changes in the fair value of derivative financial instruments that do not qualify for hedge accounting are recognised in Consolidated Statement of profit and loss.

Premium paid on option contracts acquired is treated as an asset until maturity. Premium received on option contracts written is treated as liability until maturity. In case of Forward exchange contracts which are not intended for trading or speculation purposes, the premium or discount arising at the inception of such a forward exchange contract is amortised as expense or income over the life of the contract. Exchange differences on such a contract are recognised in the Consolidated Statement of Profit and Loss in the reporting period in which the exchange rates change. Any profit or loss arising on cancellation or renewal of such a forward exchange contract is recognised as income or as expense for the period.

### **Y. Leases:**

- (a) Finance leases, which effectively transfer to the Group substantial risks and benefits incidental to ownership of the leased item, are capitalised and disclosed as leased assets. Lease payments are apportioned between finance charges and reduction of lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly against income.
- (b) Leases where the lessor retains substantially all the risks and benefits of ownership of the asset are classified as operating leases. Operating lease payments are recognised as an expense in the Consolidated Statement of Profit and Loss on a straight line basis over the lease term. Any compensation, according to agreement, that the lessee is obliged to pay to the lessor if the leasing contract is terminated prematurely is expensed during the period in which the contract is terminated.

### **Z. Cash and Cash Equivalents:**

Cash comprises of Cash on Hand, Cheques on Hand and demand deposits with Banks. Cash Equivalents are short term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risks of changes in value.

### **AA. Consolidated Cash Flow Statement:**

The Consolidated Cash Flow Statement is prepared in accordance with the "Indirect Method" as explained in the Accounting Standard (AS) 3 on "Cash Flow Statements".

### **AB. Redemption Premium on Preference Shares:**

Premium on redemption of Preference Shares, is recognised by the Company out of Securities Premium Account prior to the contractual date of redemption of the Preference Shares.

Premium on redemption which is contractually accruing annually to the preference shareholders is accrued by way of appropriation out of Statement of Profit and Loss.



Note 2: Share capital

Particulars	As at March 31, 2014		As at March 31, 2013	
	Number of shares	₹ in million	Number of shares	₹ in million
<b>Authorised</b>				
Equity Shares of ₹ 10/- each	250,000,000	2,500.00	250,000,000	2,500.00
Preference Shares of ₹ 10/- each	1,000,000,000	10,000.00	-	-
<b>Issued, Subscribed and Paid up (refer foot note no. i, ii, iii and iv)</b>				
Equity Shares of ₹ 10/- each fully paid	194,267,732	1,942.68	194,267,732	1,942.68
Cumulative Non-Convertible Compulsorily Redeemable Preference Shares of ₹ 10/- each fully paid	376,450,000	3,764.50	-	-
<b>Total</b>	<b>570,717,732</b>	<b>5,707.18</b>	<b>194,267,732</b>	<b>1,942.68</b>

Foot Notes:

i. Of the above 135,000,000 (As at March 31, 2013 : 135,000,000) shares are held by the holding Company viz. Infrastructure Leasing & Financial Services Limited ("IL&FS") and 2,440,534 (As at March 31, 2013 : 2,440,534) equity shares are held by fellow subsidiary viz. IL&FS Financial Services Limited. 100,000,000 CRPS each are held by a fellow subsidiaries viz. IL&FS Maritime Infrastructure Company Limited ("IMICL") and IL&FS Financial Services Limited ("IFIN"), respectively.

ii. Reconciliation of the number of equity shares and Cumulative Non-Convertible Compulsorily Redeemable Preference Shares ("CNCRPS") outstanding at the beginning and at the end of the reporting period :

Equity Shares	As at March 31, 2014		As at March 31, 2013	
	Number of Shares	₹ in million	Number of Shares	₹ in million
Shares outstanding at the beginning of the year	194,267,732	1,942.68	194,267,732	1,942.68
Shares outstanding at the end of the year	194,267,732	1,942.68	194,267,732	1,942.68

Cumulative Non-Convertible Compulsorily Redeemable Preference Shares	As at March 31, 2014		As at March 31, 2013	
	Number of Shares	₹ in million	Number of Shares	₹ in million
Shares outstanding at the beginning of the year	-	-	-	-
Shares issued during the year	376,450,000	3,764.50	-	-
Shares outstanding at the end of the year	376,450,000	3,764.50	-	-

iii. Shareholders holding more than 5% of issued, subscribed and paid up equity share capital and Cumulative Non-Convertible Compulsorily Redeemable Preference Shares :

Equity Shareholder	As at March 31, 2014		As at March 31, 2013	
	Number of Shares held	% of total holding	Number of Shares held	% of total holding
IL&FS	135,000,000	69.49%	135,000,000	69.49%

Cumulative Non-Convertible Compulsorily Redeemable Preference Shares	As at March 31, 2014		As at March 31, 2013	
	Number of Shares	% of total holding	Number of Shares	% of total holding
IMICL	100,000,000	26.56%	-	-
IFIN	100,000,000	26.56%	-	-
Azim Hasham Premji	25,000,000	6.64%	-	-
I. and T Infrastructure Finance Company Limited	25,000,000	6.64%	-	-

iv. The Company has one class of equity shares with face value of ₹ 10 each fully paid-up. Each shareholder has a voting right in proportion to his holding in the paid-up equity share capital of the Company. Where final dividend is proposed by the Board of Directors, it is subject to the approval of the shareholders in the Annual General Meeting.

The Company has offered 52,452,288 equity shares on rights basis in the ratio of 27:100. The record date for this purpose was March 14, 2014. The offer was open from April 28, 2014 to May 12, 2014 to all eligible equity shareholders. As at the end of the offer date i.e. May 12, 2014 Company has received application for 66,313,105 shares aggregating ₹ 6,631.31 millions from the eligible shareholders.

During the current year, the Company issued following series of Cumulative Non-Convertible Compulsorily Redeemable Preference Shares :

Series Name	Number of shares	Face value per share (Amount in ₹ )	Premium received per share (Amount in ₹ )	Maturity date	Dividend payout	Redemption terms
20.50% CRPS	200,000,000	10	10	Refer foot note below	20.50% per annum	Refer foot note below
10.40% ITNL CNCRPS 2017	107,250,000	10	10	June 23, 2017	21.06% per annum	Redemption at face value plus premium of ₹ 10 per share
10.50% ITNL CNCRPS 2018	19,200,000	10	10	December 23, 2018	21.44% per annum	
11% ITNL CNCRPS 2021	50,000,000	10	10	January 17, 2021	21.32% per annum	

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



**The terms of redemption of 20.50% CRPS are as follows :**

Date of redemption	No of shares to be redeemed (in Million)	Redemption Amount ₹ in Million
31-May-17	20.00	418.40
31-May-18	20.00	423.40
31-May-19	30.00	642.60
31-May-20	30.00	650.12
31-May-21	30.00	657.62
31-May-22	30.00	665.12
31-May-23	30.00	672.62
31-May-24	5.00	113.36
31-May-25	5.00	114.78
<b>Total</b>	<b>200.00</b>	<b>4,357.99</b>

**Rights of above mentioned preference shareholders are as follows:**

The holder(s) of 10.40% ITNL CNCRPS 2017 and 10.50% ITNL CNCRPS 2018 shall have no voting rights other than in respect of matters directly affecting the rights attached to the CNCRPS. In the event of any due and payable dividends on the CNCRPS remaining unpaid for a period of two years prior to the start of any General Meeting of the Equity Shareholders, the holder(s) of CNCRPS shall gain voting rights in respect of all matters placed by the Company at a General Meeting of its Equity Shareholders in accordance with the provisions of the Companies Act and the Articles of Association of the Company. In the event of winding up or repayment of capital, the holder(s) of the CNCRPS shall carry a preferential right vis-à-vis equity shareholders to be repaid the amount of paid up capital, unpaid dividends and fixed premium, in accordance with the provisions of the Companies Act and the Articles of Association of the Company.

The claims of holder(s) of 11% ITNL CNCRPS 2021 shall be subordinated to the claims of all secured and unsecured creditors of the Company but senior to equity shareholders and pari passu amongst themselves and with other preference shareholders of the Company.

**Note 3: Reserves and surplus**

₹ in million

Particulars	As at March 31, 2014		As at March 31, 2013	
<b>(a) Securities Premium Account</b>				
Opening balance	10,320.57		10,320.57	
(+) On Equity shares issued by a subsidiary to Minority Interest	43.63		-	
(+) On issue of 20.50% CRPS, 10.40% ITNL CNCRPS 2017, 10.50% ITNL CNCRPS 2018 and 11% ITNL CNCRPS 2021 by the Company	3,764.50		-	
(-) Premium utilised towards preference shares issue expenses and rights issue expenses	(67.23)	14,061.47	-	10,320.57
<b>(b) General Reserve</b>				
Opening balance	1,238.98		967.80	
(+) Transfer from balance in Statement of Profit and Loss	279.70	1,518.68	271.16	1,238.98
<b>(c) Debenture Redemption Reserve (Refer Foot Note no.i)</b>				
Opening balance	937.64		259.91	
(+) Transfer from balance in Statement of Profit and Loss	874.43	1,812.07	677.73	937.64
<b>(d) Capital Reserve</b>				
Opening balance	7,524.53		2,967.46	
(+) Capital Grants received during the year	3,039.25		4,557.07	
(-) Adjustment	(257.23)	10,306.55	-	7,524.53
<b>(e) Other Reserves (Refer Foot Note no.ii)</b>				
Foreign currency translation reserve	1,021.39		116.41	
Cash flow hedge reserve	(607.90)	413.49	(664.15)	(547.74)
<b>(f) Capital Reserve on Consolidation (net)</b>				
Opening balance	1,328.74		1,270.55	
(+) On account of acquisition (net)	-		58.19	
(-) Adjustment (Refer Foot Note no.iii)	(726.91)	601.83	-	1,328.74
<b>(g) Surplus in Consolidated Statement of Profit and Loss</b>				
Opening balance	13,652.73		10,330.00	
(+) Profit for the year	4,630.48		5,202.11	
(+/-) Consolidation adjustments	71.10		15.06	
(-) Transfer to general reserve	(279.70)		(271.16)	
(-) Transfer to debenture redemption reserve	(874.43)		(677.73)	
(-) Provision for proposed dividend on equity shares	(990.74)		(777.07)	
(-) Provision for dividend distribution tax on proposed dividend on equity shares	(197.87)		(149.72)	
(-) Provision for proposed dividend on preference shares	(305.11)		-	
(-) Provision for Dividend Distribution Tax on proposed dividend on preference shares	(51.85)		-	
(-) Redemption premium on CRPS	(25.62)		-	
(-) Premium on preference shares of a subsidiary	(12.01)		(16.14)	
(-) Dividend Tax on premium on preference shares of a subsidiary	-		(2.62)	
		15,616.98		13,652.73
<b>Total</b>		<b>44,331.07</b>		<b>34,455.45</b>



**Foot Note:****i. Debenture Redemption Reserve**

In terms of Section 117C of the Companies Act, 1956 read with the General circular No. 9/2002 (General Clarification No. 6/3/2001-CL.V dated April 18,2002) ("the General Circular") issued by the Ministry of Corporate Affairs, the Company being an Infrastructure Company is required to create Debenture Redemption Reserve to the extent of 25% of the value of privately placed NCDs until such NCDs are redeemed, to which adequate amounts shall be credited from out of its profits every year.

For the year ended March 31, 2014, the transfer to Debenture Redemption Reserve has been made in accordance with above provisions of the Companies Act, 1956 read with the General Circular amounting to ₹ 486.37 million (March 31, 2013 ₹ 461.37 million)

**ii(a). Foreign currency translation reserve**

Particulars	₹ in million	
	As at March 31, 2014	As at March 31, 2013
Balance at the beginning of the year [net of deferred tax asset (net) of ₹ 18.97 million, (previous year ₹ 15,08 million)]	116.41	102.35
Movement for the year (net) [net of deferred tax asset of ₹ 6.15 million (Previous Year ₹ 3.89 million)]	904.98	14.06
Balance at the end of the year	1,021.39	116.41

**ii(b). Cash flow hedge reserve**

The movement in hedging reserve held by a subsidiary during the year ended March 31, 2014 for derivatives designated as Cash flow hedges is as follow:

Particulars	₹ in million	
	As at March 31, 2014	March 31, 2013
Balance at the beginning of the year	(664.15)	(523.42)
Movement for the year (net)	56.25	(140.73)
Balance at the end of the year	(607.90)	(664.15)

iii. A subsidiary of the Group had filed a petition under Section 100 to 103 of the Companies Act, 1956 with the High Court of Gujarat at Ahmedabad for adjustment of restructuring charges paid to Banks and Financial Institutions during the year ended March 31, 2014 (payable under a Corporate Debt Restructuring Scheme approved in earlier years) aggregating to ₹ 869.37 millions to Equity Share Capital. The subsidiary has received the necessary approval from the High Court on January 31, 2014. The Order of Reduction in Share Capital dated January 31, 2014, together with the minutes of the Shareholders meeting held on December 17, 2013 of the subsidiary has been registered with the Registrar of Companies ("ROC") and ROC has issued certificate dated February 21, 2014 registering the order of the Hon'ble Gujarat High Court and confirming the reduction of share capital. Accordingly, the impact has been taken to Capital reserve on consolidation created in earlier years in respect of the said subsidiary and Minority interest proportionately.

**Note 4: Preference shares issued by subsidiary to minority shareholders (included under Minority Interest) :**

One Subsidiary company viz. Gujarat Road Infrastructure Company Limited, had originally issued Cumulative Redeemable Convertible Preference Shares (CRCPS) carrying 1% dividend, which were to be redeemed at the end of the 13th year from the date of allotment at a premium of 60% on the par value. These shares also carried an option to convert the cumulative amount (including the redemption premium of 60%) into Deep Discount Bonds (DDBs) at the end of the 13th year at a value calculated based on the issue price of ₹ 17.38 each at the time of conversion and having a maturity value of ₹ 153.98 each redeemable over a period of 3 years commencing from the 5th year from the date of conversion into the DDBs. However, consequent to the restructuring of the Company's corporate debt, the subscribers to the CRCPS agreed to a revision in the terms thereof to the effect that the dividend becomes non-cumulative and the CRCPS will become Non-Cumulative Redeemable Convertible Preference Shares (NRCPS) with effect from April 1, 2004. As a result, the base price and the redemption price of each DDB stood modified; these prices will be determined at the end of the 13th Year.

As a part of the restructuring package approved by the Corporate Debt Restructuring Cell, the subsidiary is not permitted to declare any dividend on equity or preference shares without making good the sacrifices of the lenders.

These preference shares issued amounting to ₹ 350.00 million (as at March 31, 2013 : ₹ 350.00 million) have been included as a part of Minority Interest.

**Note 5: Advance towards capital to subsidiary by minority shareholders (included under Minority Interest) :**

Particulars	₹ in million	
	As at March 31, 2014	As at March 31, 2013
Gujarat Road and Infrastructure Company Limited #	450.00	450.00
<b>Total</b>	<b>450.00</b>	<b>450.00</b>

# As required under the restructuring package of a subsidiary viz. GRICL approved by the Corporate Debt Restructuring Cell on June 17, 2004, the promoters of GRICL had advanced an aggregate sum of ₹ 450.00 million as advance towards share capital. The subsidiary intends to convert these advances into subordinated debt. Pending completion of the approval process, the Group has classified the amount as an Advance towards Capital.

The aggregate amount of ₹ 450.00 million (as at March 31, 2013 : ₹ 450.00 million) as detailed above has been included as a part of Minority Interest.



Note 6: Long-term borrowings

₹ in million

Particulars	As at March 31, 2014		As at March 31, 2013	
<b>(a) Bonds / Debentures</b>				
<b>(i) Secured</b>				
Non convertible debentures	6,018.89		2,345.01	
Non convertible debentures - Related party	160.00		200.00	
Deep discount bonds - Related Party	141.09		141.09	
Deep discount bonds	226.65		222.74	
Zero coupon bonds	6,142.20	12,688.83	5,467.92	8,376.75
<b>(ii) Unsecured</b>				
Unsecured Redeemable Non-Convertible Debentures [NCDs]	10,000.00		10,000.00	
Unsecured Redeemable "ITNL, 11.50%, 2024 NCDs"	1,000.00		-	
Less : Unexpired Discount on issue	(44.65)		-	
Net	955.35		-	
Non convertible debentures - Related party	180.00	11,135.35	216.00	10,216.00
<b>(b) Term Loans</b>				
<b>(i) Secured</b>				
From banks	120,490.48		87,100.67	
From financial institutions	2,390.75		2,380.55	
From others - Related party	7.05	122,888.28	21.06	89,502.28
<b>(ii) Unsecured</b>				
From banks	12,394.09		6,263.57	
From financial institutions	1,000.00		-	
From others	997.51		7,127.47	
From others - Related party	1,440.90	15,832.50	217.50	13,608.54
<b>(c) Finance lease obligations</b>				
Secured	122.63		145.85	
Unsecured	-	122.63	-	145.85
<b>Total</b>		<b>162,667.59</b>		<b>121,849.42</b>

Note 6A : Current Maturities of long-term debt

₹ in million

Particulars	As at March 31, 2014		As at March 31, 2013	
<b>(a) Bonds / Debentures</b>				
<b>(i) Secured</b>				
Non convertible debentures	1,088.11		699.91	
Non convertible debentures - Related party	40.00	1,128.11	-	699.91
<b>(ii) Unsecured</b>				
Non convertible debentures - Related party	36.00		36.00	
Deep discount bonds	-	36.00	-	36.00
<b>(b) Term Loans</b>				
<b>(i) Secured</b>				
From banks	12,211.45		2,151.63	
From financial institutions	128.40		167.73	
From others - Related party	19.72	12,359.57	94.85	2,414.21
<b>(ii) Unsecured</b>				
From banks	1,646.96		9,850.00	
From others	-	1,646.96	156.88	10,006.88
<b>(c) Finance lease obligations</b>				
<b>(i) Secured</b>				
From others	65.15		63.08	
From others - Related party	-	65.15	-	63.08
<b>Total</b>		<b>15,235.79</b>		<b>13,220.08</b>





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**Note 7: Short-term borrowings**

₹ in million

Particulars	As at March 31, 2014		As at March 31, 2013	
<b>(a) Loans repayable on demand</b>				
<b>(i) Secured</b>				
From banks	24.04		65.75	
From Related Parties	-	24.04	-	65.75
<b>(ii) Unsecured</b>				
From banks	242.18		36.00	
From Related Parties	-	242.18	-	36.00
<b>(b) Short term loans</b>				
<b>(i) Secured</b>				
From banks	372.73		145.69	
From Related Parties	1,557.00			
<b>(ii) Unsecured</b>				
From banks	4,167.01		6,244.50	
From others	-	6,096.74	142.60	6,532.79
<b>(c) Commercial paper</b>				
<b>Unsecured</b>				
Less : Unexpired discount	4,000.00		2,000.00	
	(101.05)	3,898.95	(112.55)	1,887.45
<b>Total</b>		<b>10,261.91</b>		<b>8,521.99</b>



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**Note 8: Deferred tax liabilities (net) and Deferred tax assets**

The Group entities have net deferred tax liabilities aggregating ₹ 1,990.36 million (as at March 31, 2013 ₹ 2,425.06 million) and deferred tax assets aggregating ₹ 179.99 million (as at March 31, 2013 ₹ 110.60 million).

a) The components of deferred tax liabilities (net) are furnished below:

Particulars	₹ in million		
	As at March 31, 2013	Movement	As at March 31, 2014
<b>Liabilities:</b>			
Timing differences in respect of income	1,741.76	(340.23)	1,401.53
Timing differences in respect of depreciation	1,397.25	572.52	1,969.77
Timing differences in respect of unamortised borrowing costs	-	214.85	214.85
<b>Assets:</b>			
Timing differences in respect of depreciation	(0.07)	(0.09)	(0.16)
Timing differences in respect of employee benefits	(9.96)	(6.86)	(16.82)
Timing differences in respect of unabsorbed depreciation	(575.65)	(977.31)	(1,552.96)
Timing differences in respect of provision for doubtful debts	(0.18)	(1.01)	(1.19)
Timing differences in respect of provision for overlay	(128.09)	103.43	(24.66)
<b>Deferred tax liabilities (net)</b>	<b>2,425.06</b>	<b>(434.70)</b>	<b>1,990.36</b>

b) The components of deferred tax assets is furnished below:

Particulars	₹ in million		
	As at March 31, 2013	Movement	As at March 31, 2014
<b>Assets:</b>			
Timing differences in respect of depreciation	95.59	55.78	151.37
Timing differences in respect of employee benefits	3.21	0.77	3.98
Timing differences in respect of provision for overlay	11.80	12.84	24.64
<b>Deferred tax assets</b>	<b>110.60</b>	<b>69.39</b>	<b>179.99</b>

**Footnote:**

- 1 The Group has not recognised any deferred tax asset against provision for diminution in investments in the absence of virtual certainty of future taxable capital gains against which diminution could be offset.
- 2 The net amount credited to the Consolidated Statement of Profit & Loss is ₹ 714.01 million (as at March 31, 2013 ₹ 274.41 million) and ₹ 4.93 million (as at March 31, 2013 ₹ 5.13 million) is account on foreign exchange fluctuation.
- 3 Deferred tax credit (net) during the year includes deferred tax credit of ₹ 6.15 million (as at March 31, 2013 ₹ 3.89 million) on account of deferred tax asset created during the year which has been directly adjusted against Foreign Currency translation reserve recognised in respect of the foreign exchange translation differences on the Company's receivables which were regarded as an extension to the Company's net investments in a foreign entity and have not been included above.



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

**Note 9: Other long term liabilities**

₹ in million

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Trade Payables				
From related parties	2.04		0.59	
From others	91.68	93.72	26.92	27.51
(b) Others				
Redemption premium accrued but not due on borrowings	1,800.49		1,537.91	
Mobilisation Advance Received	126.39		18.16	
Other Advance Received	27.77		19.88	
Security Deposit	34.76		19.63	
Interest accrued but not due on borrowings	645.81		43.49	
Retention Money Payable	2,051.87		1,152.47	
Other Liabilities	381.35	5,068.44	175.30	2,966.84
<b>Total</b>		<b>5,162.16</b>		<b>2,994.35</b>

**Note 10: Other current liabilities**

₹ in million

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Interest accrued but not due on borrowings	599.98		216.38	
(b) Interest accrued and due on borrowings	69.40		0.79	
(c) Income received in advance	106.79		33.36	
(d) Advance received	368.20		675.28	
(e) Unearned revenue	43.00		0.91	
(f) Statutory dues payable	663.36		587.16	
(g) Unpaid Dividends	4.20		1.44	
(h) Payable towards capital assets	524.89		1,285.44	
(i) Mobilisation Advance Received	147.17		75.90	
(j) Other liabilities	432.87		359.38	
		2,959.86		3,236.04
<b>Total</b>		<b>2,959.86</b>		<b>3,236.04</b>

**Note 11: Long-term provisions**

₹ in million

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Provision for dividend on preference shares of subsidiary	-		5.15	
(b) Provision for dividend tax on preference dividend of subsidiary	-		0.88	
(c) Provision for premium on preference shares of subsidiary	121.13		169.12	
(d) Provision for dividend tax on premium on preference shares of subsidiary	-		27.96	
(e) Provision for employee benefits (net)	45.36		34.85	
(f) Provision for overlay (Refer foot note (i) of note no. 12)	326.98		388.67	
(g) Provision for contingency (Refer foot note no. i)	7.49		7.49	
(h) Provision for redemption premium on Preference Shares	25.62	526.58	-	634.12
<b>Total</b>		<b>526.58</b>		<b>634.12</b>



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**Foot Note:**

- (i) The provision for contingency includes ₹ 7.49 million provided in accordance with the terms of scheme of amalgamation of jointly controlled entity for prepayment of loans.

Particulars	₹ in million	
	As at March 31, 2014	As at March 31, 2013
Opening balance	7.49	7.49
Add : Provision made during the year	-	-
Less : Provision utilised / reversed during the year	-	-
<b>Closing balance</b>	<b>7.49</b>	<b>7.49</b>

**Note 12: Short-term provisions**

Particulars	₹ in million			
	As at March 31, 2014		As at March 31, 2013	
(a) Provision for employee benefits (net)	362.84		406.44	
(b) Provision for premium on preference shares of subsidiary	60.00		-	
(c) Provision for tax (net of advance)	338.91		258.61	
(d) Proposed dividend on Preference shares of subsidiary	5.15		-	
(e) Provision for tax on proposed dividend on Preference shares of subsidiary	0.88		-	
(f) Proposed dividend on Preference shares	305.11		-	
(g) Provision for tax on proposed dividend on Preference shares	51.85		-	
(h) Proposed dividend on equity shares	990.74		777.07	
(i) Provision for tax on proposed dividend on equity shares	234.33		149.72	
(j) Provision for overlay (refer foot note no. i)	96.42	2,446.23	387.62	1,979.46
<b>Total</b>		<b>2,446.23</b>		<b>1,979.46</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 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 depreciation 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	₹ in million			
	As at March 31, 2014		As at March 31, 2013	
	Long-term	Short-term	Long-term	Short-term
Opening balance	388.67	387.62	537.77	143.63
Adjustment for foreign exchange fluctuation during the year	22.36	-	2.35	-
Adjustment for reclassification during the year	(118.16)	118.16	(268.02)	268.02
Utilised for the year	-	(134.59)	-	(69.05)
Provision reversed during the year	(92.96)	(287.87)	-	-
Provision made during the year	127.07	13.10	116.57	45.02
<b>Closing balance</b>	<b>326.98</b>	<b>96.42</b>	<b>388.67</b>	<b>387.62</b>



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Note 13 : Fixed assets - Current Year

Particulars	Gross Block (at cost)				Depreciation and Amortisation				Net Block Balance as at March 31, 2014
	Balance as at April 1, 2013	Adjustments / Reclassifications (Refer Foot Note iii)	Additions	Deletions	Balance as at March 31, 2014	Adjustments / Reclassifications (Refer Foot Note iii)	Charge for the year (refer foot note i)	Deletions	
a) <b>Tangible assets</b>									
Land	20.63	2.72	0.99	-	24.34	-	-	-	24.34
Building and structures	303.53	47.18	26.30	-	377.01	43.23	11.17	-	62.57
Vehicles	1,251.54	119.48	66.86	24.69	1,413.19	1,001.41	92.14	14.35	1,188.99
Data processing equipments	142.07	10.88	30.17	4.28	178.84	111.50	18.37	3.81	1,139.17
Office premises	46.75	3.55	-	-	50.30	2.58	0.82	-	3.42
Office equipments	87.76	4.25	2.04	-	108.67	53.81	12.52	1.20	68.12
Leasehold improvements	19.29	-	18.70	-	21.72	13.11	2.26	-	15.37
Furniture and fixtures	302.67	41.92	10.93	0.24	356.28	202.78	44.78	0.19	278.00
Electrical installations	117.57	20.17	32.83	1.29	169.28	116.50	12.14	1.28	143.23
Plant and machinery	2,278.98	482.45	103.42	6.06	2,858.79	1,930.85	84.79	1.91	2,418.92
Advertisement structure	16.85	(5.18)	-	-	11.67	16.42	0.67	-	11.66
Assets taken on lease :									
Plant and machinery	152.72	(10.60)	-	-	142.12	69.01	28.75	-	84.12
Vehicles	57.49	(25.79)	8.85	-	40.55	30.58	6.09	-	17.59
Furniture and fixtures	-	8.11	-	-	8.11	-	0.52	-	1.13
Building and structures	186.95	20.52	-	-	207.47	20.76	3.92	-	27.08
Land	43.23	7.97	-	-	51.20	-	-	-	-
<b>Total</b>	<b>5,028.03</b>	<b>727.63</b>	<b>301.48</b>	<b>38.80</b>	<b>6,018.54</b>	<b>3,612.54</b>	<b>318.94</b>	<b>22.74</b>	<b>4,465.22</b>
b) <b>Intangible assets</b>									
Software / Licences acquired	223.23	30.24	74.66	-	328.13	173.54	37.91	-	240.25
Commercial rights acquired	206.54	-	-	-	206.54	80.40	27.08	-	105.48
Rights under service concession arrangements (refer foot note no. ii)	29,265.38	21,617.28	35.59	2.26	50,915.99	1,808.91	1,039.29	0.03	2,906.68
Trademarks and licences	1.93	0.36	-	-	2.29	1.93	-	-	2.29
Others	206.47	258.52	23.43	-	488.42	121.84	88.09	-	232.80
<b>Total</b>	<b>29,903.55</b>	<b>21,906.40</b>	<b>133.68</b>	<b>2.26</b>	<b>51,941.37</b>	<b>2,186.62</b>	<b>1,192.37</b>	<b>0.03</b>	<b>3,487.50</b>
<b>Grand total</b>	<b>34,931.58</b>	<b>22,634.03</b>	<b>435.16</b>	<b>40.86</b>	<b>57,959.91</b>	<b>5,799.16</b>	<b>1,511.31</b>	<b>22.77</b>	<b>7,952.72</b>
c) <b>Capital work-in-progress (refer foot note no. iv)</b>	475.99	(367.24)	421.41	33.63	496.53	-	-	-	496.53
d) <b>Intangible assets under development (refer foot note no. ii and v)</b>	66,969.81	(19,407.99)	37,300.08	-	84,861.90	-	-	-	84,861.90
<b>Grand Total</b>	<b>102,377.38</b>	<b>2,858.80</b>	<b>38,156.65</b>	<b>74.49</b>	<b>143,318.34</b>	<b>5,799.16</b>	<b>1,511.31</b>	<b>22.77</b>	<b>7,952.72</b>
									<b>135,365.62</b>



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Note 13: Fixed assets - Previous Year

Particulars	Gross Block (at cost)				Depreciation and Amortisation				Net Block Balance as at March 31, 2013	
	Balance as at April 1, 2012	Adjustments / Reclassifications (Refer footnote iii)	Additions	Deletions	Balance as at March 31, 2013	Balance as at April 1, 2012	Adjustments / Reclassifications (Refer footnote iii)	Charge for the year (refer foot note i)		Deletions
<b>a) Tangible assets</b>										
Land	24.07	(4.33)	0.89	-	20.63	-	-	-	-	20.63
Building and structures	173.94	10.93	118.66	-	303.53	26.47	4.03	12.73	-	43.23
Vehicles	1,076.99	80.72	107.41	13.58	1,251.54	848.49	61.61	102.43	11.12	1,001.41
Data processing equipments	139.72	(11.89)	14.59	0.35	142.07	103.90	(7.20)	15.02	0.22	111.50
Office premises	11.52	-	35.23	-	46.75	2.10	-	0.48	-	44.17
Office equipments	81.64	(1.20)	8.55	1.23	87.76	46.25	(1.58)	10.25	1.11	53.81
Leasehold improvements	12.45	-	6.84	-	19.29	8.17	-	4.94	-	13.11
Furniture and fixtures	277.78	10.64	14.68	0.43	302.67	157.30	5.24	40.54	0.30	202.78
Electrical installations	98.59	22.48	3.61	7.11	117.57	96.65	10.80	12.15	3.10	116.50
Plant and machinery	1,924.31	272.37	99.38	17.08	2,278.98	1,653.02	186.64	103.99	12.80	1,930.85
Advertisement structure	24.80	(7.95)	-	-	16.85	19.08	(4.18)	1.52	-	16.42
Assets taken on lease:										
Plant and machinery	302.82	(221.85)	71.75	-	152.72	178.82	(135.95)	26.14	-	69.01
Vehicles	125.83	(72.41)	4.07	-	57.49	64.53	(42.92)	8.97	-	30.58
Furniture and fixtures - Leased	169.96	2.79	14.22	0.02	186.95	16.90	0.44	-	0.02	20.76
Building and structures	28.89	0.62	13.72	-	43.23	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>4,473.31</b>	<b>80.92</b>	<b>513.60</b>	<b>39.80</b>	<b>5,028.03</b>	<b>3,221.68</b>	<b>76.93</b>	<b>342.60</b>	<b>28.67</b>	<b>3,612.54</b>
<b>b) Intangible assets</b>										
Software / Licences acquired	201.50	2.80	18.93	-	223.23	151.22	2.68	19.64	-	173.54
Commercial rights acquired	206.54	-	-	-	206.54	53.39	-	27.01	-	80.40
Rights under service concession arrangements (refer foot note no. ii)	28,581.61	550.61	153.52	20.36	29,265.38	1,247.34	18.25	543.46	0.14	1,808.91
Trademarks and licences	1.92	0.01	-	-	1.93	1.91	0.02	-	-	1.93
Others	182.41	15.57	8.49	-	206.47	107.28	2.28	12.28	-	121.84
<b>Total</b>	<b>29,173.98</b>	<b>568.99</b>	<b>180.94</b>	<b>20.36</b>	<b>29,903.55</b>	<b>1,561.14</b>	<b>23.23</b>	<b>602.39</b>	<b>0.14</b>	<b>2,186.62</b>
<b>c) Capital work-in-progress (refer foot note no. iv)</b>	<b>195.20</b>	<b>(100.90)</b>	<b>397.44</b>	<b>15.75</b>	<b>475.99</b>	-	-	-	-	<b>475.99</b>
<b>d) Intangible assets under development (refer foot note no. ii)</b>	<b>34,812.66</b>	<b>62.45</b>	<b>32,094.70</b>	<b>-</b>	<b>66,969.81</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>66,969.81</b>
<b>Grand Total</b>	<b>68,655.15</b>	<b>611.46</b>	<b>33,186.68</b>	<b>75.91</b>	<b>102,377.38</b>	<b>4,782.82</b>	<b>100.16</b>	<b>944.99</b>	<b>28.81</b>	<b>5,799.16</b>



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

**Foot Note:**

- i Depreciation on assets used during the construction period ₹ 1.13 million (previous year ₹ 0.93 million) 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	₹ in million	
	Upto / As at March 31, 2014	Upto / As at March 31, 2013
Margin on construction services recognised in respect of intangible assets (₹ in million)	11,827.10	8,654.42
Carrying amounts of intangible assets (₹ in million)	48,009.31	27,456.47
Units of usage (No. of vehicles)	82,199,673 to 1,554,733,739	32,671,845 to 1,554,733,739
Provision for overlay in respect of intangible assets (₹ in million)	423.40	776.29
Carrying amounts of intangible assets under development (₹ in million)	84,861.90	66,969.81
	For year ended	
	March 31, 2014	March 31, 2013
Amortisation charge in respect of intangible assets (₹ in million)	1,039.29	543.46

- 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 Capital Work-In-progress of ₹ Nil million (As at March 31, 2013 ₹ 25.67 million) is advance payment towards Intangible Assets.

- v 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	
	March 31, 2014	March 31, 2013
<b>Revenue</b>		
Toll Revenue	450.62	-
<b>Expenses</b>		
Operating & maintainance and other general expenses	56.71	-
Interest & finance cost	690.62	-
Total expenses	747.33	-



IL&FS TRANSPORTATION NETWORKS LIMITED

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

Note 14: Non-current investments

₹ in million

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) i) Investments in Unquoted Equity Instruments - Associates				
Investments in associates	1,262.02		1,275.27	
Less: Unrealised gain on transactions between the Company and its associates	(158.15)		(47.51)	
Add: Post-acquisition share of profit of associates (net)	434.06		228.00	
Add: Post-acquisition share of movement in the other reserves of an associate (net)	452.48		199.16	
Less: Cash flow hedge reserve	(491.52)	1,498.89	(503.58)	1,151.34
ii) Investments in Redeemable Non-convertible Non-cumulative Preference Shares - Associates		-		2,200.00
(b) Investments in Unquoted Equity Instruments (refer footnote ii)		189.75		189.13
(c) Investments in Covered Warrants (refer foot note no. i)		1,693.00		1,693.00
(d) Investment in Non Convertible Debentures		320.00		320.00
(e) Investment Property		1,153.02		1,153.02
(f) Investments in Other Instruments		0.02		0.02
Less: Provision for diminution in the value of Investments		(179.00)		(179.00)
<b>Total</b>		<b>4,675.68</b>		<b>6,527.51</b>

Foot Note:

(i) The Company's "Investment in Covered Warrants" aggregating to ₹ 1,693.00 million (As at March 31, 2013 ₹ 1,693.00 million) issued by Infrastructure Leasing & Financial Services Limited ("IL&FS") the holding company, are variable interest debt instruments under which the holder is entitled to a proportionate share of the dividend, if any, declared by Road Infrastructure Development Company of Rajasthan Limited ("RIDCOR"), Jharkhand Accelerated Road Development Company Limited ("JARDCL"), Chhatisgarh Highways Development Company Limited ("CHDCL") and Jharkhand Road Projects Implementation Company Limited ("JRPICL") on the equity shares held by IL&FS as well as the interest granted by RIDCOR on the Fully Convertible Debentures ("FCDs") held by IL&FS. However, the Company is not entitled to rights and privileges, which IL&FS enjoys as a shareholder / debentureholder. The instruments are unsecured.

(ii) Investment in Airport Holding Australasia Pte Limited ("AHA"): Investment in AHA has not been considered as Investments in Associates as in the view of the Management, no significant influence exist.

Note 15: Current investments

₹ in million

Particulars	As at March 31,	
	2014	2013
Investments in Units of Mutual Funds	15.28	343.74
<b>Total</b>	<b>15.28</b>	<b>343.74</b>





**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

**Note 16: Long-term loans and advances**

₹ in million

Particulars	As at March 31, 2014		As at March 31, 2013	
<b>(a) Capital Advances (refer foot note no. i)</b>				
i Secured, considered good				
Others	-		26.91	
ii Unsecured, considered good				
Others	1,100.12		1,075.45	
Related Party	-	1,100.12	-	1,102.36
<b>(b) Security Deposits</b>				
Unsecured, considered good	297.37	297.37	631.73	631.73
<b>(c) Loans and advances to related parties</b>				
Unsecured, considered good				
- Mobilisation & pre-construction advance recoverable	119.38		176.74	
- Option premium (net of provision)	36.67		36.67	
- Long term loans	2,183.32	2,339.37	944.90	1,158.31
<b>(d) Other loans and advances</b>				
Unsecured, considered good				
- Advance receivable	629.14		95.84	
- Prepaid expenses	352.47		260.53	
- Pre-construction and mobilisation advance paid	2,498.03		2,762.93	
- Inter corporate deposits	40.04		38.66	
- Advance towards share application money	200.00		200.05	
- MAT credit entitlement	555.25		360.64	
- Advance payment of taxes (net of provision)	2,357.15		712.72	
- Loans to others	835.00	7,467.08	792.80	5,224.17
<b>Total</b>		<b>11,203.94</b>		<b>8,116.57</b>

**Foot Note:**

- (i) During the year ended March 31, 2013, the Company had paid ₹ 1,000 million to acquire right to invest in equity of a special purpose vehicle ("SPV") to be formed for construction, operation and maintenance of Z-morh Tunnel including approaches on National Highway no. 1 (Srinagar Sonamarg Gumri Road) in the state of Jammu and Kashmir. Subsequently, the SPV has been formed during the year namely Srinagar Sonamarg Tunnelway Limited ("SSTL"). The amount will be transferred to intangible assets and amortised over the concession period of SSTL, once the Appointed Date is received by SSTL in accordance with the terms of the Concession Agreement. As at March 31, 2014, the appointed date is not yet granted.

**Note 17: Short-term loans and advances**

₹ in million

Particulars	As at March 31, 2014		As at March 31, 2013	
<b>(a) Loans and advances to related parties</b>				
Unsecured, considered good				
- Advance receivable	235.90		31.75	
- Inter-corporate deposits	31.30		-	
- Short term loans	681.50	948.70	419.00	450.75
<b>(b) Other loans and advances</b>				
Unsecured, considered good				
- Mobilisation & other advance	3,014.16		2,053.93	
- Prepaid expenses	481.01		268.19	
- Advance receivable	2,340.45		685.76	
- Short term loans - others	2,774.81	8,610.43	2,594.37	5,602.25
<b>Total</b>		<b>9,559.13</b>		<b>6,053.00</b>



IL&FS TRANSPORTATION NETWORKS LIMITED

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

Note 18: Other non-current assets

₹ in million

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Long term Trade Receivables (unsecured, considered good)	25.93		643.31	
(b) Receivables against Service Concession Arrangement (refer foot note (i) of note no. 19)	77,787.31		63,592.26	
(c) Balances with Banks in deposit accounts (Restricted)	2,413.97		1,202.80	
(d) Unamortised borrowing costs	800.28		569.46	
(e) Receivable due to fair valuation of derivative contract	92.72		0.78	
(f) Retention money receivable	127.93		154.25	
(g) Interest accrued but not due	322.42		147.66	
(h) Interest accrued and due	34.24			
		81,604.80		66,310.52
(i) Toll Receivable account	1,865.05		1,895.81	
Less: Amortisation during the year	(31.41)		(30.76)	
Toll Receivable account (net)		1,833.64		1,865.05
<b>Total</b>		<b>83,438.44</b>		<b>68,175.57</b>

Note 19: Other current assets

₹ in million

Particulars	As at March 31, 2014		As at March 31, 2013	
(a) Unbilled revenue	9.62		5.71	
(b) Interest accrued	661.30		433.80	
(c) Receivables against Service Concession Arrangement (refer foot note no. i)	2,879.33		1,964.24	
(d) Unamortised borrowing costs	188.89		31.90	
(e) Grant receivable	637.50	4,376.64	441.16	2,876.81
<b>Total</b>		<b>4,376.64</b>		<b>2,876.81</b>

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 Arrangement" 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:

₹ in million

Particulars	As at March 31, 2014	As at March 31, 2013
Margin on construction and operation & maintenance and renewal services recognised in respect of Receivables against Service Concession Arrangement	6,103.43	5,494.74
Carrying amounts of Financial Assets included under Receivables against Service Concession Arrangement	80,666.64	65,556.50
Revenue recognised on Receivables against Service Concession Arrangement on the basis of effective interest method	20,545.29	14,405.59



IL&FS TRANSPORTATION NETWORKS LIMITED

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

Note 20: Inventories (lower of cost and net realisable value)

Particulars	₹ in million	
	As at March 31, 2014	As at March 31, 2013
<b>Inventories (at cost)</b>		
(i) Raw materials	58.62	87.32
(ii) Finished goods	103.18	76.20
(iii) Stores and spares	9.74	5.35
<b>Total</b>	<b>171.54</b>	<b>168.87</b>

Note 21: Trade receivables

Particulars	₹ in million			
	As at March 31, 2014		As at March 31, 2013	
(a) Trade receivables outstanding for a period less than six months from the date they are due for payment				
Secured, considered good	6.67		-	
Unsecured, considered good	7,202.83	7,209.50	5,121.81	5,121.81
(b) Trade receivables outstanding for a period exceeding six months from the date they are due for payment				
Secured, considered good	-		-	
Unsecured, considered good	2,665.88		2,395.15	
Other considered doubtful	667.34		498.49	
Less: Provision for doubtful debt	(667.34)	2,665.88	(498.49)	2,395.15
<b>Total</b>		<b>9,875.38</b>		<b>7,516.96</b>

Note 22: Cash and cash equivalents

Particulars	₹ in million			
	As at March 31, 2014		As at March 31, 2013	
(a) Cash and cash equivalents				
Cash on hand	35.91		23.42	
Balances with Banks in current accounts	5,147.55		2,349.06	
Balances with Banks in deposit accounts	928.08	6,111.54	1,205.12	3,577.60
(b) Other bank balances				
Unclaimed dividend accounts	4.20		1.44	
Balances held as margin money or as security against borrowings	597.10	601.30	623.08	624.52
<b>Total</b>		<b>6,712.84</b>		<b>4,202.12</b>



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

**Note 23: Contingent liabilities and capital commitments**

**(A) Contingent liabilities (refer foot note)**

₹ in million

Particulars	As at March 31, 2014	As at March 31, 2013
(i) Claims against the Group not acknowledged as debt	957.76	607.33
(ii) Other money for which the company is contingently liable		
- Income tax demands contested by the Group	669.51	459.66
- Other tax liability	83.92	87.67
- Royalty to Nagpur Municipal Corporation	10.74	10.74
- Guarantees/ counter guarantees issued in respect of other companies	329.06	240.98
(iii) In case of Income Tax disputes decided in favour of the Group at the First Appellate Authority for amounts disallowed amounting to ₹ 1,361.09 million (March 31, 2013 ₹ 1,439.90 million), the Income Tax department has gone for further appeal in all the cases. If decided against the Group, it will result in reduction of unabsorbed depreciation as per the Income -Tax law		

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) Capital commitments**

₹ in million

Particulars	As at March 31, 2014	As at March 31, 2013
(i) Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances paid aggregate ₹ 4,644.40 million) ( as at March 31, 2013 ₹ 3,308.27 million)	64,346.27	64,271.98
(ii) Investment Commitments [net of advances of ₹ 200.00 million, (As at March 31, 2013 : ₹ 200.00 million)]	200.00	200.00

**(C) Other commitments**

₹ in million

Particulars	As at March 31, 2014	As at March 31, 2013
(i) Negative grant to National Highways Authority of India ("NHAI") (upto 2019-20)	2,400.00	2,600.00
(ii) Connectivity charges to Haryana Urban Development Authority	27,569.75	27,600.00



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

**Note 24: Revenue from operations**

₹ in million

Particulars	Year ended March 31, 2014		Year ended March 31, 2013	
<b>(a) Income from services</b>				
Advisory and project management fees	1,474.30		722.28	
Lenders' engineer and supervision fees	240.68		166.12	
Operation and maintenance income	11,169.73		9,742.18	
Licence fee	10.51	12,895.22	6.59	10,637.17
<b>(b) Toll revenue</b>		4,178.80		3,649.13
<b>(c) User fee income</b>		830.58		477.72
<b>(d) Finance income</b>		6,139.70		5,042.71
<b>(e) Construction income</b>		41,666.55		46,495.86
<b>(f) Sales (net of sales tax)</b>		79.97		66.71
<b>(g) Operation and maintainace Grant</b>		79.08		79.08
<b>Total</b>		<b>65,869.90</b>		<b>66,448.38</b>

**Note 25: Other income**

₹ in million

Particulars	Year ended March 31, 2014		Year ended March 31, 2013	
<b>(a) Interest Income</b>				
Interest on loans granted	733.66		739.10	
Interest on debentures	46.69		164.05	
Interest on call money	-		28.57	
Interest on bank deposits	279.73		135.17	
Interest on short term deposit	31.28	1,091.36	13.35	1,080.24
<b>(b) Profit on sale of investment (net)</b>		12.72		11.68
<b>(c) Profit on sale of fixed assets (net)</b>		0.46		0.55
<b>(d) Dividend income</b>		6.00		1.18
<b>(e) Other non-operating income</b>				
Advertisement income	52.78		35.84	
Excess provisions written back	0.98		7.70	
Exchange rate fluctuation gain (net)	19.32		8.78	
Insurance claim received	190.28		-	
Recovery of expenses	183.59		-	
Reversal of excess overlay provision	380.83		-	
Miscellaneous income	216.60	1,044.38	293.74	346.06
<b>Total</b>		<b>2,154.92</b>		<b>1,439.71</b>

**Note 26: Cost of materials consumed**

₹ in million

Particulars	Year ended March 31, 2014		Year ended March 31, 2013	
<b>(a) Material consumption</b>	2,192.20		1,398.35	
<b>(b) Purchase of traded products</b>	68.10		66.21	
<b>(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade</b>	12.40		92.81	
		2,272.70		1,557.37
<b>Total</b>		<b>2,272.70</b>		<b>1,557.37</b>

## Note 27: Operating expenses

₹ in million

Particulars	Year ended March 31, 2014		Year ended March 31, 2013	
Construction contract costs	29,836.36		34,234.98	
Fees for technical services / design and drawings	611.67		460.54	
Diesel and fuel expenses	299.37		251.92	
Operation and maintenance expenses	5,063.06		4,131.64	
Provision for overlay expenses	140.17		161.59	
Periodic maintenance expenses	37.94		60.95	
Toll plaza expenses	148.68		87.52	
Negative grant to NHAI	200.00	36,337.25	100.00	39,489.14
<b>Total</b>		<b>36,337.25</b>		<b>39,489.14</b>

## Note 28: Employee benefits expense

₹ in million

Particulars	Year ended March 31, 2014		Year ended March 31, 2013	
(a) Salaries and wages	3,322.45		3,073.54	
(b) Contribution to provident and other funds	681.92		626.10	
(c) Staff welfare expenses	52.14		53.20	
(d) Deputation cost	84.94	4,141.45	66.42	3,819.26
<b>Total</b>		<b>4,141.45</b>		<b>3,819.26</b>

## Footnote:

## (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 ₹ 46.16 (previous period ₹ 38.21) million 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:

₹ in million

Particulars	As At March 31,	
	2014	2013
Present value of commitment	84.58	81.19
Fair value of plans	90.26	76.46
Unrecognised past service cost	-	-
<b>Payable / ( Prepaid) amount taken to the balance sheet</b>	<b>(5.68)</b>	<b>4.73</b>

## Defined benefit commitments:

₹ in million

Gratuity	As At March 31,	
	2014	2013
Opening balance	81.19	57.39
Excess provision written back	0.40	(0.31)
Interest cost	6.21	4.55
Current service cost	23.01	17.95
Benefits paid	(20.68)	(5.41)
Actuarial (gain) / loss	(5.55)	6.74
Transferred from / to other company	-	0.28
<b>Closing balance</b>	<b>84.58</b>	<b>81.19</b>



**TRANSPORTATION NETWORKS LIMITED**  
forming part of the Consolidated Financial Statements for the year ended March 31, 2014  
Plan Assets:

	₹ in million	
Gratuity	As At March 31, 2014	As At March 31, 2013
Opening balance	76.46	56.35
Opening balance adjustment	-	-
Expected return on plan assets	6.63	5.24
Contributions by the Company / Group	27.75	19.35
Benefits paid	(20.46)	(5.20)
Transferred from / to other company	-	0.28
Actuarial gain / (loss)	(0.12)	0.44
Other adjustments	-	-
Fair value of plan assets	<b>90.26</b>	<b>76.46</b>

Return on Plan Assets:

	₹ in million	
Gratuity	Year ended March 31, 2014	Year ended March 31, 2013
Expected return on plan assets	6.63	5.24
Actuarial gain / (loss)	(0.12)	0.44
Actual return on plan assets	<b>6.51</b>	<b>5.68</b>

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

	₹ in million	
Gratuity	Year ended March 31, 2014	Year ended March 31, 2013
Current service cost	23.01	17.95
Interest expenses	6.21	4.55
Expected return on investments	(6.63)	(5.24)
Net actuarial (gain) / loss	(5.43)	6.30
Expenses charged to Consolidated Statement of Profit and Loss	<b>17.16</b>	<b>23.56</b>

(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	Year Ended March 31, 2014		Year Ended March 31, 2013	
	Group entities other than a jointly controlled entity	Jointly controlled entity	Group entities other than a jointly controlled entity	Jointly controlled entity
Rate for discounting liabilities	8.00%-9.39%	8.25%	8.25%-8.50%	8.25%
Expected salary increase rate	6.50%	6.50%	6.00%-6.50%	6.50%
Expected return on scheme assets	8.70%	6.50%	8.00%	6.50%
Attrition date	2%	Not disclosed	2%	Not disclosed
Mortality table used	Indian Assured Lives Mortality (2006-08) Ultimate	LIC (1994-96) Ultimate table	Indian Assured Lives Mortality (2006-08) Ultimate	LIC (1994-96) Ultimate table

(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 period and previous four annual periods is given below:

	₹ in million				
Gratuity (Funded Plan)	As At March 31, 2014	As At March 31, 2013	As At March 31, 2012	As At March 31, 2011	As At March 31, 2010
Defined benefit commitments	84.58	81.19	57.39	41.65	28.80
Plan assets	90.26	76.46	56.35	56.35	35.27
Unfunded liability transferred from group companies	-	-	-	0.64	-
(Surplus) / Deficit	<b>(5.68)</b>	<b>4.73</b>	<b>1.04</b>	<b>(14.06)</b>	<b>(6.47)</b>

	₹ in million				
Gratuity (Funded Plan)	Year Ended March 31, 2014	Year ended March 31, 2013	Year ended March 31, 2012	Year ended March 31, 2011	Year ended March 31, 2010
Experience adjustments on plan commitments	(1.67)	(4.03)	(0.40)	4.32	(0.87)
Experience adjustments on plan assets	(0.12)	0.69	(0.35)	1.11	0.15

(iv) The contribution expected to be made by some of the constituents of the Group during the financial year 2014-2015 ₹ 66.88 million ( March 31, 2013 ₹ 67.47 million)

(v) The above disclosure does not include details of its seven foreign subsidiaries and one foreign joint venture as the same is not applicable in their respective countries.



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

**Note 29: Finance costs**

₹ in million

Particulars	Year ended March 31, 2014		Year ended March 31, 2013	
<b>(a) Interest expenses</b>				
Interest on loans for fixed period	11,994.00		9,942.94	
Interest on debentures	1,869.05		759.07	
Interest on deep discount bonds	342.72	14,205.77	155.89	10,857.90
<b>(b) Other finance charges</b>				
Guarantee commission	172.07		90.01	
Finance charges	331.79	503.86	242.19	332.20
<b>Total</b>		<b>14,709.63</b>		<b>11,190.10</b>

**Note 30: Administrative and general expenses**

₹ in million

Particulars	Year ended March 31, 2014		Year ended March 31, 2013	
Legal and consultation fees	607.47		334.73	
Travelling and conveyance	367.33		259.12	
Rent	653.86		747.67	
Rates and taxes	199.57		181.57	
Repairs and maintenance others	228.97		153.96	
Bank commission	105.16		71.72	
Registration expenses	55.54		28.36	
Communication expenses	90.35		79.30	
Insurance	258.50		249.47	
Printing and stationery	44.53		37.15	
Electricity charges	80.06		44.60	
Directors' fees	15.83		11.39	
Provision for doubtful debts	177.21		-	
Project management fees	31.01		-	
Loss on sale of fixed assets (net)	32.05		0.11	
Brand subscription fees	308.45		290.33	
Amortisation of goodwill	69.83		115.53	
Amortisation of toll receivable account	31.41		30.76	
Miscellaneous expenses	865.06	4,222.19	568.14	3,203.91
<b>Total</b>		<b>4,222.19</b>		<b>3,203.91</b>





Note 31: Earnings per equity share

Particulars	Unit	Year ended March 31, 2014	Year ended March 31, 2013
Profit for the year	₹ in million	4,630.48	5,202.11
Redemption premium on preference shares of the Company	₹ in million	(25.62)	Not applicable
Dividend on Cumulative preference shares of the Company	₹ in million	(305.11)	Not applicable
Tax on Dividend on cumulative preference shares of the Company	₹ in million	(51.85)	Not applicable
Premium on preference shares of a subsidiary	₹ in million	(12.01)	(16.14)
Tax on premium on preference shares of a subsidiary	₹ in million	-	(2.62)
Dividend on Non-Cumulative preference shares of a subsidiary	₹ in million	(2.60)	Not applicable
Tax on dividend on Non-Cumulative preference shares of a subsidiary	₹ in million	(0.44)	Not applicable
Profit available for Equity Shareholders	₹ in million	4,232.85	5,183.35
Weighted average number of Equity Shares outstanding	Number	194,267,732	194,267,732
Nominal Value per equity share	₹	10.00	10.00
Basic Earnings per share	₹	21.79	26.68
Weighted average number of Equity shares used to compute diluted earnings per	Number	194,267,732	194,267,732
Diluted Earnings per share	₹	21.79	26.68

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 32: Disclosure in terms of Accounting Standard (AS) 7 – Construction Contracts

		₹ in million	
Particulars		For year ended March 31, 2014	For year ended March 31, 2013
(i)	Contract Revenue recognised as revenue during the year	41,666.55	46,495.86
(ii)	Aggregate amount of Contract Costs incurred during the year	29,836.36	34,234.98
(iii)	Profits during the year	11,830.19	12,260.88

Note 33 : Disclosure of Leases :

(A) Operating Lease:

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

(a) For jointly controlled entities - Nil

(b) For entities other than jointly controlled entities

		₹ in million	
Future Lease rentals		As at March 31, 2014	As at March 31, 2013
Within one year		538.76	330.37
Over one year but less than 5 years		212.64	267.75
More than 5 years		-	5.45

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

		₹ in million	
Particular		Year ended March 31, 2014	Year ended March 31, 2013
Amount charged to the Consolidated Statement of Profit and Loss for rent		531.58	657.85

(B) Finance Leases:

(a) Subsidiaries

Particular	As at March 31, 2014			As at March 31, 2013		
	Minimum Lease Payment	Present value of minimum lease payments	Lease Charges	Minimum Lease Payment	Present value of minimum lease payments	Lease Charges
Amount payable not later than one year	69.19	65.15	4.05	68.18	63.08	5.10
Amount payable >1 but < 5 years	90.50	84.01	6.49	115.46	106.38	9.08
Amount payable > 5 years	39.70	38.62	1.08	41.71	39.47	2.24
<b>Total</b>	<b>199.39</b>	<b>187.78</b>	<b>11.62</b>	<b>225.35</b>	<b>208.93</b>	<b>16.42</b>

(b) Jointly controlled entities - Nil



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

(34) The Group's percentage holding in various jointly controlled entities are given below:

Name of the jointly controlled entity	As at March 31, 2014	As at March 31, 2013
	% holding	% holding
NTBCL	25.35	25.35
JSEL	50.00	50.00
NAMEL	50.00	50.00
YuHe	49.00	49.00
Geotecnia y Control De Qualitat, S.A.	50.00	50.00
Consorcio De Obras Civiles S.R.L	34.00	34.00
Vies Y Construcciones S. R. L.	50.00	50.00

The proportionate share in assets, liabilities, income and expenditures of above jointly controlled entities as included in these CFS is given below: (after elimination and consolidated adjustments)

Particulars	₹ in million	
	As at March 31, 2014	As at March 31, 2013
<b>Assets</b>		
Fixed assets (net)	26,454.71	23,320.16
Deferred tax assets	24.72	11.80
Investment	15.28	343.75
Non-current assets	3,302.20	3,852.99
Current assets	2,302.36	954.72
	<b>32,099.27</b>	<b>28,483.42</b>
<b>Equity and Liabilities</b>		
Reserves and surplus	5,560.02	3,419.37
Non-current liabilities	16,325.24	13,570.78
Deferred Tax Liability	227.69	191.03
Current liabilities	1,091.56	1,292.07
	<b>23,204.51</b>	<b>18,473.25</b>

Particulars	₹ in million	
	Year ended March 31, 2014	Year ended March 31, 2013
<b>Income</b>		
Revenue from operations	4,823.16	8,319.10
Other Income	100.92	80.84
	<b>4,924.08</b>	<b>8,399.94</b>
<b>Expenses</b>		
Operating expenses	1,672.76	3,411.12
Administrative and general expenses	191.71	460.32
Depreciation and amortization expense	435.75	360.79
Finance costs	907.33	779.94
Taxes - Current tax & Deferred tax	174.89	58.25
	<b>3,382.44</b>	<b>5,070.42</b>

Particulars	₹ in million	
	As at March 31, 2014	As at March 31, 2013
Contingent Liabilities	-	-
Capital Commitments	1,844.88	2,400.37



(35) The period end foreign currency exposures that have not been hedged by derivative instrument or otherwise are given below:

Receivable Name of Currency	March 31, 2014		March 31, 2013	
	₹ in million	Foreign Currency in million	₹ in million	Foreign Currency in million
DOP	1,679.69	1,147.88	1,147.91	826.58
COP	319.27	9,983.25	120.43	3,893.23
USD	224.00	4.08	52.85	0.96
ALL	4.90	7.94	4.23	8.02
EUR	3,655.45	43.02	3,341.35	46.21
MXN	111.53	23.66	127.55	30.25
REALES	1.12	0.04	-	-
DIRHAMS	894.96	53.33	-	-
HNL	8.68	2.80	5.96	2.12
Payable Name of Currency	March 31, 2014		March 31, 2013	
	₹ in million	Foreign Currency in million	₹ in million	Foreign Currency in million
DOP	1,123.58	767.84	727.64	523.95
COP	345.32	10,797.65	120.19	3,885.36
USD	41.07	0.88	25.22	0.46
ALL	8.45	13.70	6.97	13.22
EUR	1,244.09	14.64	838.07	11.59
MXN	15.67	3.32	32.77	7.77
REALES	2.26	0.09	-	-
DIRHAMS	352.94	21.03	-	-
HNL	577.24	186.17	517.82	184.25

Note: USD = US Dollar, DOP = Dominican Pesos, COP = Colombian Pesos, MXN = Mexican Pesos, HNL = Honduran Lempira, ECS = Ecuador Sucre, ALL = Albanian Lek, EUR = Euro

(36) The concession arrangements of the Group relate primarily to the construction, operation and maintenance of carriageways (roads) and gas stations by special purpose entities within the Group, which at the end of the concession period must be returned in the stipulated conditions to the grantors of the concessions. In consideration for having designed, constructed, operated and maintained such carriageways, the Group is entitled either to "Annuities" from grantors or is entitled charge "Toll" to the users of the carriageways or in the case of gas stations, to compensation from the oil companies besides other revenue from ancillary commercial activities.

(I) The following are toll based service concession arrangements of the Group which have been classified as "Intangible Assets" in the Note 13 to the financial statements:

a) The Vadodara Halol Road Project ("VHRP") and the Ahmedabad Mehsana Road Project ("AMRP") are concession arrangements entered into with the Government of Gujarat through Gujarat Road and Infrastructure Company Limited ("GRICL"). The construction activities of VHRP and AMRP were completed on October 24, 2000 and February 20, 2003 respectively. Maintenance activities cover routine maintenance, overlays and renewals. The concessions, which have been granted for periods of 30 years from those dates, envisage that GRICL will earn a designated return over the concession periods. In the event GRICL is unable to earn the designated return GRICL would be entitled to an extension by two years at a time until the project cost and the returns thereon are recovered by it. The amount of toll recoverable from users is linked to the movements in the consumer price index and to custom escalators. Premature termination before the said period of 30 years is not permitted except in the event of a force majeure. Premature termination without the default on the part of GRICL will entitle GRICL to the cost of the project and return thereon remaining to be recovered as on the date of transfer. At the end of the concession period, GRICL is required to hand back the carriageway to the grantor at a nominal consideration.

b) The Delhi Noida Bridge Project ("DNBP") concession arrangement has been entered into between the New Okhla Industrial Development Authority (NOIDA) and Noida Toll Bridge Company Limited ("NTBCL"). The construction activity was completed on February 7, 2001. Maintenance activities cover routine maintenance, overlays and renewals. The concession, which has been granted for a period of 30 years from February 7, 2001, envisages that NTBCL will earn a designated return over the concession periods. In the event NTBCL is unable to earn the designated return, NTBCL would be entitled to an extension by two years at a time until the project cost and the returns thereon are recovered by it. The amount of toll recoverable from users is linked to the movements in the consumer price index. Premature termination before the said period of 30 years is not permitted except in the event of a force majeure. Premature termination without default on the part of NTBCL will entitle NTBCL to the cost of the project and returns thereon remaining to be recovered as on the date of transfer. At the end of the concession period, NTBCL is required to hand back the carriageway to the grantor at a nominal consideration.

c) Elsamex SA, its subsidiaries and joint ventures, (the "Elsamex Group") have entered into Service Concession Arrangements ("SCA") for construction and operation and maintenance of five gas stations in Spain and for the construction and operation and maintenance of a road project in Spain with the Government authorities. The periods for which the SCAs have been granted are as under:



Project	Year of SCA	Status	Operations and Maintenance period	Extension of period
Orihuela Gas Station	2001	Construction completed	29 years	At the discretion of granter
Villavidel Gas Station	2001	Construction completed	44 years	At the discretion of granter
Zamora Gas Station	2002	Construction completed	46 years	At the discretion of granter
Ponferrada Gas Station	2004	Construction completed	46 years	At the discretion of granter
Coiros Gas Station	2004	Construction completed	39 years	At the discretion of granter
A4 Road	2007	Construction completed	19 years	At the discretion of granter
Area de servicio Punta Umbria	2010	Construction completed	30 years	At the discretion of granter
Alcantarilla Fotovoltaica, S.L.U.	2010	Construction completed	25 years	At the discretion of granter
Ramky Elsamex Hyderabad	2007	Construction completed	15 years	At the discretion of granter
Beasolatra	2013	Construction completed	25 years	At the discretion of granter

Maintenance activities for the gas stations and road project include routine operating and maintenance as well as periodic overhauling and refurbishment to maintain the stations to the defined standards. In consideration for performing its obligations under the SCA, Elsamex is entitled to compensation from the oil companies computed at a predefined proportion of the sale of products at the gas stations and in the form of a "shadow toll" based on the units of usage i.e. the number of vehicles using the road in respect of road project.

d) The Beawar Gomti Road Project ("BGRP") concession arrangement has been entered into between the President of India, represented by Special Secretary and Director General (Road Development), ("DORTH") and ITNL Road Infrastructure Development Company Limited ("IRIDCL"). IRIDCL is required to design, build, finance and operate the BGRP for a period of 30 years commencing from the appointed date i.e. October 8, 2009. Initially, the company had opted for two laning. In the meeting with Ministry of Road Transport & Highways (MoRTH) of 17th February 2012, the MoRTH has agreed to do four laning of the project with the Company, the same is approved by Board of the Company in the current period. Maintenance activities cover routine maintenance, overlays and renewals. Premature termination is permitted only upon the happening of a force majeure event or upon the parties defaulting on their obligations. Premature termination without the default on the part of IRDCL will entitle IRIDCL to be eligible for the compensation as per the concession arrangement. At the end of the concession period, IRIDCL is required to hand back BGRP to the grantor without additional consideration.

e) The Jetpur-Gondal-Rajkot Road Project ("JGRRP") is a concession arrangement entered into between the National Highways Authority of India ("NHAI") and West Gujarat Expressway Limited ("WGEL"). The concession has been granted to WGEL for a period of 20 years ending on September 17, 2025. The construction activity was completed on March 17, 2008. Maintenance activities cover routine maintenance, overlays and renewals. In consideration, WGEL will be entitled to collect toll/user charges from the users of JGRRP. The amount of toll recoverable from users is linked to the movements in the wholesale price index. Also on dates specified in the concession agreement, WGEL will be entitled to a "grant" by way of cash support from NHAI, but it also obligated to pay a "negative grant" by way of cash payment to NHAI. Premature termination before the said period of 20 years is not permitted except in the event of a force majeure. The concession does not provide for renewal options. At the end of the concession period, JGRRP is required to hand back the carriageway to the grantor without additional consideration.

f) The Pune Sholapur Road Project ("PSRP") concession arrangement has been entered into between NHAI and Pune Sholapur Road Development Company Limited ("PSRDCL"). PSRDCL is required to design, build, finance and operate the PSRP for a period of 19 years and 295 days commencing from the appointed date including construction period of 910 days. Maintenance activities cover routine maintenance, overlays and renewals. The amount of toll recoverable from users is linked to the movements in the consumer price index. Premature termination is permitted only upon the happening of a force majeure event or upon the parties defaulting on their obligations. Premature termination without the default on the part of PSRDCL will entitle PSRDCL to be eligible for the compensation as per the concession arrangement. At the end of the concession period, PSRP is required to hand back the carriageway to the grantor without additional consideration.

g) The Moradabad Bareilly Road Project ("MBRP") is a concession arrangement entered into between NHAI and Moradabad Bareilly Expressway Limited ("MBEL"). MBEL is required to design, build, finance, operate and transfer the MBRP for a period of 25 years commencing from the appointed date including construction period of 910 days. Maintenance activities cover routine maintenance, overlays and renewals. The amount of toll recoverable from users is linked to the movements in the consumer price index. Premature termination before the said period of concession is not permitted except in the event of a force majeure. Premature termination without default on the part of MBEL will entitle MBEL to be eligible for compensation as per the concession. At the end of the concession period, MBRP is required to hand back the carriageway to the grantor without additional consideration.



h) The Company has entered into a Concession Contract Agreement with Haryana Urban Development Authority (HUDA) on 9 December, 2009 for development of Metro Rail Project from Delhi Metro Sikanderpur Station on MG Road, Gurgaon to NH-8 ('the Project'). As per the terms of the Contract, the Company accepts the concession for a period of 99 years commencing from the effective date, to develop and operate the Project. The Company has received right to charge users of the public service, such rights are recognised and classified as "Intangible Assets" under "Service Concession Arrangement" and carried at cost. Premature termination is permitted only upon the happening of a force majeure event or upon the parties defaulting on their obligations.

i) The Narketpally Adanki Project ("NAP") is a concession arrangement entered into between Andhra Pradesh Road Development Corporation and N. A. M. Expressway Limited ("NEL"). NEL is required to design, build, finance, operate and transfer the NAP for a period of 24 years commencing from the appointed date including construction period of 30 months. Maintenance activities cover routine maintenance, overlays and renewals. The amount of toll recoverable from users is linked to the movements in the consumer price index. Premature termination before the said period of concession is not permitted except in the event of a force majeure. Premature termination without default on the part of NEL will entitle NEL to be eligible for compensation as per the concession. At the end of the concession period, NAP is required to hand back the carriageway to the grantor without additional consideration.

j) MP Border Checkpost Project ("MPBCP") is a concession agreement granted by MP Road Development Corporation Limited (MPRDCL) for construction, operation and maintenance of the Border Checkposts at 24 locations in Madhya Pradesh to MP Border Checkpost Development Company Ltd (MPBCDCL) for a period of 4566 days commencing from the appointed date. As per the concession agreement, MPBCDCL has obligation to undertake the design, engineering, procurement, construction, operation and maintenance of the project.

In Consideration, the company is entitled to collect service fees from the users in accordance with the concession agreement. At the end of the Concession period, the company will hand over the Infrastructure to MPRDCL.

k) The Kiratpur Net Chowk Project ("KNCP") is a concession arrangement entered into between National Highways Authority Limited and Kiratpur Net Chowk Expressway Limited ("KNCCEL"). KNCCEL is required to build, operate and transfer the KNCP for a period of 28 years commencing from the appointed date including construction period of 30 months. Maintenance activities cover routine maintenance, overlays and renewals. The amount of toll recoverable from users is linked to the movements in the consumer price index. Premature termination is permitted only upon the happening of a force majeure event or upon the parties defaulting on their obligations. Premature termination without default on the part of KNCCEL will entitle KNCCEL to be eligible for compensation as per the concession.

l) The Chongqing Yuhe Expressway Project ("CYEP") is a concession arrangement entered into between People's Republic of China and Chongqing Yuhe Expressway Company Limited ("Yuhe"). The government has granted the right to charge the users of Chongqing Yuhe Expressway for a period of 20 years to Yuhe. The Premature termination before the said period of concession is not permitted except in the event of a force majeure.

m) The Sikar Bikaner Project ("SBP") is a concession arrangement entered into between MORTH and Sikar Bikaner Highway Limited ("SBHL"). SBHL is required to build, operate and transfer the SBP for a period of 25 years including a construction period of two years from the appointed date. Maintenance activities cover routine maintenance, overlays and renewals. The government has granted the right to SBHL to collect a user fee from the users of road. The amount of toll recoverable from users is linked to the movements in the consumer price index. Premature termination is permitted only upon the happening of a force majeure event or upon the parties defaulting on their obligations.

n) The Baleshwar Kharagpur Project ("BKEL") is a concession arrangement entered into between NHAI and Baleshwar Kharagpur Expressway Limited ("BKEL"). BKEL is required to construction new bridges / structure and repair of the existing four lane highway from Kharagpur to Baleshwar Section for a period of 24 years including a construction period of 2.5 from the appointed date. The government has granted the right to BKEL to collect a user fee from the users of road. The amount of toll recoverable from users is linked to the movements in the consumer price index. Premature termination is not permitted except in the event of a force majeure.

o) The Company though its SPV, Rapid Metrorail Gurgaon South Limited ("RMGSL") has entered into a Concession Contract Agreement with Haryana Urban Development Authority (HUDA) on 3 January, 2013 for development of Metro Rail Project from Delhi Metro Sikanderpur Station on MG Road to Sector -56, Gurgaon ('the Project'). As per the terms of the Contract, the Company accepts the concession for a period of 98 years commencing from the effective date, to develop and operate the Project including construction period of 2.5 years. The Company has received right to charge users of the public service. The Company has not yet started any significant construction activity, therefore Intangible Asset covered under 'Service Concession Arrangement' have been carried at cost. Premature termination is permitted only upon the happening of a force majeure event or upon the parties defaulting on their obligations.

p) The Barwa Adda Expressway Project ("BAEP") is a concession arrangement entered into between National Highways Authority of India ("NHAI") and Barwa Adda Expressway Limited ("BAEL"). BAEL is set up to design, build, finance, operate and transfer six laning of Barwa-Adda-Panagarh section of NH2 from 398.24km to 521.12km in the state of Jharkhand and West Bengal for a period of 20 years commencing from the appointed date including construction period of 910 days. Premature termination is permitted only upon the happening of a force majeure event or upon the parties defaulting on their obligations.

q) Khed Sinnar Expressway Project ("KSEP") is a concession arrangement entered into between National Highways Authority of India ("NHAI") and Khed Sinnar Expressway Limited ("KSEL"). KSEL is required to develop and operate 4 laning of the Khed - Sinnar section of NH 50 under design, build, operate and transfer basis for a period of 20 years commencing from the appointed date including construction period of 910 days. Premature termination is permitted only upon the happening of a force majeure event or upon the parties defaulting on their obligations.



r) National Games Secretariat (NGS) and Kerala University has signed a concession agreement with Karyavottam Sports Facilities Ltd (KSFL), on April 04, 2012 for development of green field Stadium at Karyavottam, Thiruvananthapuram, Kerala on Develop, Build, Operate and Transfer (DBOT) basis. The Concession is granted for a period of 15 years including construction period of two years. The Concessionaire is entitled to annuity amount and is entitled to levy, demand and collect fees from the users of the project facilities. Premature termination is permitted only upon the happening of a force majeure event or upon the parties defaulting on their obligations.

(II) The following are annuity based service concession arrangements of the Group which have been classified as financial assets under "Receivables against service concession arrangements" in the financial statements in Note 19:

a) The North Karnataka Expressway Project ("NKEP") is a concession arrangement granted by National Highways Authority of India ("NHAI") for a period of 17 years and 6 months from June 20, 2002 to North Karnataka Expressway Limited ("NKEL"). The construction activities were completed on July 19, 2004. Besides construction, NKEL's obligations include routine maintenance and period maintenance of the flexible pavement and the rigid pavement at predefined intervals. In consideration, NKEL is entitled to a defined annuity. At the end of the concession period NKEP is required to be handed over in a stipulated condition to the grantor. Premature termination is permitted only upon the happening of a force majeure event or upon the parties defaulting on their obligations. The concession arrangement does not provide for renewal options.

b) The Hyderabad Outer Ring Road ("HORR") is a concession arrangement granted by Hyderabad Urban Development Authority ("HUDA") for a period of 15 years including construction period of 3 years from August 31, 2007 to East Hyderabad Expressway Limited ("EHEL"). Besides construction, EHEL's obligations include routine maintenance and period maintenance of the flexible pavement and the rigid pavement at predefined intervals. In consideration, EHEL is entitled to a defined annuity. At the end of the concession period HORR is required to be handed over in a stipulated condition to the grantor. Premature termination is permitted only upon the happening of a force majeure event or upon the parties defaulting on their obligations. The concession arrangement does not provide for renewal options.

c) The Hazaribagh Ranchi Road Project ("HRRP") is a concession arrangement granted by the "NHAI" for a period of 18 years including construction period of 910 days from October 8, 2009 to Hazaribagh Ranchi Expressway Limited ("HREL"). Besides construction, HREL's obligations include routine maintenance and period maintenance of the flexible pavement and the rigid pavement at predefined intervals. In consideration HREL is entitled to a defined annuity. At the end of the concession period HRRP is required to be handed over in a stipulated condition to the grantor. Premature termination is permitted only upon the happening of a force majeure event or upon the parties defaulting on their obligations. The concession arrangement does not provide for renewal options.

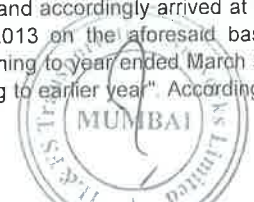
d) As per the concession agreements dated September 23, 2009 for Ranchi Ring Road Project ("RRRP") dated October 14, 2009 for Ranchi - Patratu Dam Road Project ("RPDRP") and Patratu Dam- Ramgarh Road Project ("PDRRP"), dated May 28, 2011 for Chaibasa Kandra Chowka Road Project ("CKCRP") and dated August 06, 2011 for Aditya Kandra Road Project ("AKRP") with the Govt. of Jharkhand ("GOJ") and Jharkhand Accelerated Road Development Company Limited ("JARDCL"), Jharkhand Road Project Implementation Company Limited ("JRPICL") is required to develop, design, finance, procure, engineering, construct, operate and maintain the RRRP, RPDRP, PDRRP and CKCRP for a period of 17 years and six months (in case of AKRP 15 years and 9 months) from commencement date. Besides construction, JRPICL's obligations include routine maintenance and period maintenance of the flexible pavement and the rigid pavement at predefined intervals. In consideration, JRPICL is entitled to a defined annuity. At the end of the concession period RRRP, RPDRP, PDRRP, CKCRP and AKRP are required to be handed over in the stipulated condition to the grantor. Premature termination is permitted only upon the happening of a force majeure event or upon the parties defaulting on their obligations. The concession arrangements do not provide for renewal options.

e) The Chenani Nashri Tunnel Project ("CNTP") is a concession arrangement granted by the "NHAI" for a period of 20 years including construction period of 1825 days to Chenani Nashri Tunnelway Limited ("CNTL"). Besides construction, CNTL's obligations include routine maintenance of the projects and if required, modify, repair, improvements to the project highway to comply with specification and standards. In consideration CNTL is entitled to a defined annuity. At the end of the concession period CNTP is required to be handed over in a stipulated condition to the grantor. The concession arrangement does not provide for renewal options.

f) The Jorabat Shillong Project ("JSP") is a concession arrangement granted by the "NHAI" for a period of 20 years including construction period of three years from appointed date to Jorabat Shillong Expressway Limited ("JSEL"). Besides construction, JSEL's obligations include routine maintenance and period maintenance of the flexible pavement and the rigid pavement at predefined intervals. In consideration JSEL is entitled to a defined annuity. At the end of the concession period JSEL is required to be handed over in a stipulated condition to the grantor. Premature termination is permitted only upon the happening of a force majeure event or upon the parties defaulting on their obligations. The concession arrangement does not provide for renewal options.

g) The Andhra Pradesh Expressway Project ("APEP") is a concession arrangement granted by the "NHAI" for a period of 20 years including construction period of three years from appointed date to Andhra Pradesh Expressway Project Limited ("APEL"). The company is required to design, construct, develop, finance, operate and maintain the Kurnool-Kotakatta Bypass road project under BOT basis. In consideration APEL is entitled to a defined annuity. At the end of the concession period, APEL is required to be handed over in a stipulated condition to the grantor. Premature termination is permitted only upon the happening of a force majeure event or upon the parties defaulting on their obligations. The concession arrangement does not provide for renewal options.

(37) During the year ended March 31, 2014, the Company has changed the estimates used to compute current tax, based on the recent High Court judgement relating to disallowance of expenses under section 14A of Income Tax Act, 1961 and accordingly arrived at the current tax as applicable to the year ended March 31, 2012 and for the year ended March 31, 2013 on the aforesaid basis. Consequently, ₹ 231.17 million pertaining to the year ended March 31, 2012 and ₹ 248.00 million pertaining to year ended March 31, 2013 are reversed in the current year and shown in Statement of Profit and Loss account as "Tax relating to earlier year". Accordingly, the profit after tax for the current year is higher by ₹ 479.17 million.



	Surface Transportation Business		Others		Total	
	For year ended March 31, 2014	For year ended March 31, 2013	For year ended March 31, 2014	For year ended March 31, 2013	For year ended March 31, 2014	For year ended March 31, 2013
Revenue						
External	62,649.45	64,968.25	3,220.45	1,480.13	65,869.90	66,448.38
Inter-Segment	-	-	-	-	-	-
Segment Revenue	62,649.45	64,968.25	3,220.45	1,480.13	65,869.90	66,448.38
Segment expenses	44,560.48	47,058.80	2,621.15	1,244.64	47,181.63	48,303.44
Segment results	18,088.97	17,909.45	599.30	235.49	18,688.27	18,144.94
Unallocated income (excluding interest income)					1,063.56	359.48
Unallocated expenditure					1,302.14	710.30
Finance cost					14,709.63	11,190.10
Interest Income unallocated					1,091.36	1,080.24
Tax expense (net)					265.49	2,274.02
Share of profit / (loss) of Associates (net)					50.66	46.82
Share of profit transferred to minority interest (net)					(13.89)	254.94
Profit for the year					4,630.48	5,202.12
	As at March 31, 2014	As at March 31, 2013	As at March 31, 2014	As at March 31, 2013	As at March 31, 2014	As at March 31, 2013
Segment assets						
Unallocated Assets (Refer footnote 1)	242,790.52	194,183.85	3,700.24	1,682.89	246,490.76	195,866.74
Total assets					271,327.63	205,902.56
Segment liabilities						
Unallocated Liabilities (Refer footnote 2)	18,520.46	14,087.69	2,772.18	981.21	21,292.64	15,068.90
Total liabilities					195,409.24	154,435.52
	For year ended March 31, 2014	For year ended March 31, 2013	For year ended March 31, 2014	For year ended March 31, 2013	For year ended March 31, 2014	For year ended March 31, 2013
Capital Expenditure for the year	38,131.95	33,186.68	24.70	-	38,156.65	33,186.68
Depreciation and amortization expense	1,422.48	905.72	87.70	38.34	1,510.18	944.06
Non cash expenditure other than depreciation for the year	418.63	307.94	-	-	418.63	307.94

(III) Secondary - Geographical Segments:

Particulars	India		Outside India		₹ in million	
	For year ended March 31, 2014	For year ended March 31, 2014	For year ended March 31, 2013	For year ended March 31, 2013	For year ended March 31, 2014	For year ended March 31, 2013
Revenue - External	53,109.41	12,760.49	55,231.39	11,216.99		
Capital Expenditure	37,529.49	627.16	32,246.27	940.41		
	As at March 31, 2014	As at March 31, 2014	As at March 31, 2013	As at March 31, 2013		
Segment Assets	215,431.00	31,059.76	169,688.35	26,178.39		

Footnote:

- 1) Unallocated assets include investments, advance towards share application money, loans given, interest accrued, option premium, deferred tax assets, advance payment of taxes (net of provision), unpaid dividend accounts and fixed deposits placed for a period exceeding 3 months, etc.
- 2) Unallocated liabilities include borrowings, interest accrued on borrowings, deferred tax liabilities (net), provision for tax (net), unpaid dividends, minority interest etc.
- 3) Unallocated income includes Profit on sale of investment (net), Advertisement income, Excess provisions written back, Miscellaneous income, Exchange rate fluctuation and Bad debts and provision for doubtful debts.



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

**Note : 39 Related Party Disclosures**

**(i) Current Year**

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

<b>Nature of Relationship</b>	<b>Name of Entity</b>	<b>Abbreviation used</b>
Holding Company	Infrastructure Leasing & Financial Services Limited	ILFS
Fellow Subsidiaries (Only with whom there have been transaction during the year / there was balance outstanding at the year end)	IL&FS Financial Services Limited	IFIN
	IL&FS Education & Technology Services Limited	IETS
	IL&FS Energy Development Company Limited	IEDCL
	IL&FS Environmental Infrastructure & Services Limited	IEISL
	IL&FS Infrastructure Development Corporation Limited	IIDCL
	IL&FS Renewable Energy Limited	IREL
	IL&FS Maritime Infrastructure Company Limited	IMICL
	IL&FS Airport Limited.	IAL
	IL&FS Urban Infrastructure Managers Limited	IUIML
	IL&FS Capital Advisors Limited	ICAL
	PT Mantimin Coal Mining	PTMCM
	Chattisgarh Highways Development Company Limited	CHDCL
	IL&FS Securities Services Limited	ISSL
	IL&FS Township & Urban Assets Limited	ITUAL
	IL&FS Trust Company Limited	ITCL
	IL&FS Global Financial Services (UK) Limited	IGFSL(UK)
Associates	Andhra Pradesh Expressway Limited (also a fellow subsidiary) upto March 26, 2014	APEL
	ITNL Toll Management Services Limited	ITMSL
	Thiruvananthapuram Road Development Company Limited	TRDCL
	Warora Chandrapur Ballarpur Toll Road Limited	WCBTRL
	Centro De Investigacion De Carreteras De Andalucia S.A.	CICAN
	CGI-8, S.A.	CGI-8
	Labtec Ensayos Tecnicos Canarios S.A.	LABTEC
	Empresas Pame SA DECV	EPSD
	Elsamex Road Technology Company Limited	ERTC
	Ramky Elsamex Hyderabad Ring Road	REHRR
VCS Enterprises Limited	VCSEL	
Sociedad Concesionaria Autovia A-4 Madrid S.A.	A4 CONCESSION	
Key Management Personnel	Mr K Ramchand - Managing Director and relatives	
	Mr Mukund Sapre - Executive Director and relatives	
Relatives of KMP	Mrs Rita Ramchand ( <i>wife of Mr K Ramchand</i> )	
	Mrs Sangeeta Sapre ( <i>wife of Mr Mukund Sapre</i> )	





**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

(b) Current year balances / transactions with above mentioned related parties (mentioned in note 39 (i)(a) above)

₹ in Million

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
<b><u>Balances</u></b>					
<b>Advance towards capital in a subsidiary</b>					
ILFS	150.00	-	-	-	150.00
	<b>150.00</b>	-	-	-	<b>150.00</b>
<b>Call Option Premium</b>					
ILFS (net of provision of Rs.79.13 million)	36.67	-	-	-	36.67
	<b>36.67</b>	-	-	-	<b>36.67</b>
<b>Current liabilities</b>					
IFIN	-	312.35	-	-	312.35
ILFS	140.45	-	-	-	140.45
OTHERS	-	27.37	67.22	-	94.59
	<b>140.45</b>	<b>339.72</b>	<b>67.22</b>	-	<b>547.39</b>
<b>Current Maturities of Long-term debt</b>					
ILFS	95.72	-	-	-	95.72
	<b>95.72</b>	-	-	-	<b>95.72</b>
<b>Interest Accrued</b>					
ILFS	10.97	-	-	-	10.97
TRDCL	-	-	207.57	-	207.57
OTHERS	-	1.15	-	-	1.15
	<b>10.97</b>	<b>1.15</b>	<b>207.57</b>	-	<b>219.69</b>
<b>Interest accrued but not due on borrowings</b>					
ILFS	9.88	-	-	-	9.88
ITUAL	-	17.41	-	-	17.41
	<b>9.88</b>	<b>17.41</b>	-	-	<b>27.28</b>
<b>Investment in Covered Warrants</b>					
ILFS	1,693.00	-	-	-	1,693.00
	<b>1,693.00</b>	-	-	-	<b>1,693.00</b>
<b>Long-term borrowings</b>					
ILFS	1,611.53	-	-	-	1,611.53
ITUAL	-	317.50	-	-	317.50
	<b>1,611.53</b>	<b>317.50</b>	-	-	<b>1,929.03</b>
<b>Long-term loans and advances</b>					
ILFS	1,123.40	-	-	-	1,123.40
A4 CONCESSION	-	-	716.43	-	716.43
TRDCL	-	-	343.50	-	343.50
ITUAL	-	119.38	-	-	119.38
	<b>1,123.40</b>	<b>119.38</b>	<b>1,059.93</b>	-	<b>2,302.71</b>
<b>Preference share Capital with Premium</b>					
IFIN	-	2,000.00	-	-	2,000.00
IMICL	-	2,000.00	-	-	2,000.00
	-	<b>4,000.00</b>	-	-	<b>4,000.00</b>
<b>Prepaid</b>					
IFIN	-	199.21	-	-	199.21
	-	<b>199.21</b>	-	-	<b>199.21</b>
<b>Provision for redemption premium on Preference Shares</b>					
IFIN	-	12.81	-	-	12.81
IMICL	-	12.81	-	-	12.81
	-	<b>25.62</b>	-	-	<b>25.62</b>
<b>Redemption premium accrued but not due</b>					
ILFS	410.62	-	-	-	410.62
	<b>410.62</b>	-	-	-	<b>410.62</b>
<b>Rent Deposit</b>					
Mr K Ramchand - Managing Director and his relatives	-	-	-	0.50	0.50
Mr Mukund Sapre - Executive Director and his relatives	-	-	-	0.25	0.25
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	0.50	0.50
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	0.25	0.25
	-	-	-	<b>1.50</b>	<b>1.50</b>



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

(b) Current year balances / transactions with above mentioned related parties (mentioned in note 39 (i)(a) above)

₹ in Million

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
<b>Retention Money Payable</b>					
IEISL	-	0.24	-	-	0.24
	-	<b>0.24</b>	-	-	<b>0.24</b>
<b>Secured Deposit - Long-term</b>					
ITCL	-	0.004	-	-	0.004
	-	<b>0.004</b>	-	-	<b>0.004</b>
<b>Short-term Borrowings</b>					
IFIN	-	1,557.00	-	-	1,557.00
	-	<b>1,557.00</b>	-	-	<b>1,557.00</b>
<b>Short-term loans and advances</b>					
ILFS	22.22	-	-	-	22.22
PTMCM	-	183.59	-	-	183.59
TRDCL	-	-	601.00	-	601.00
OTHERS	-	141.44	0.45	-	141.89
	<b>22.22</b>	<b>325.03</b>	<b>601.45</b>	-	<b>948.70</b>
<b>Trade Payables</b>					
ITUAL	-	2.04	-	-	2.04
	-	<b>2.04</b>	-	-	<b>2.04</b>
<b>Trade Receivables</b>					
TRDCL	-	-	183.35	-	183.35
	-	-	<b>183.35</b>	-	<b>183.35</b>
<b>Transactions</b>					
<b>Administrative and general expenses</b>					
ILFS	366.60	-	-	-	366.60
IMICL	-	92.58	-	-	92.58
OTHERS	-	83.47	0.79	-	84.26
	<b>366.60</b>	<b>176.05</b>	<b>0.79</b>	-	<b>543.44</b>
<b>Borrowings</b>					
ILFS	8.56	-	-	-	8.56
IFIN	-	3,850.00	-	-	3,850.00
ISSL	-	5,000.00	-	-	5,000.00
	<b>8.56</b>	<b>8,850.00</b>	-	-	<b>8,858.56</b>
<b>Director Remuneration</b>					
Mr K Ramchand-Managing Director and his relatives	-	-	-	69.72	69.72
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	40.08	40.08
	-	-	-	<b>109.80</b>	<b>109.80</b>
<b>Dividend Paid</b>					
IFIN	-	9.76	-	-	9.76
ILFS	541.20	-	-	-	541.20
	<b>541.20</b>	<b>9.76</b>	-	-	<b>550.97</b>
<b>Finance charges</b>					
IFIN	-	6.18	-	-	6.18
ILFS	4.45	-	-	-	4.45
ITCL	-	7.02	-	-	7.02
OTHERS	-	2.08	-	-	2.08
	<b>4.45</b>	<b>15.28</b>	-	-	<b>19.73</b>
<b>Intangible assets under development</b>					
IFIN	-	335.57	-	-	335.57
ILFS	16.59	-	-	-	16.59
OTHERS	-	40.32	-	-	40.32
	<b>16.59</b>	<b>375.89</b>	-	-	<b>392.48</b>
<b>Inter-corporate deposits - matured</b>					
IFIN	-	135.00	-	-	135.00
ILFS	792.29	-	-	-	792.29
	<b>792.29</b>	<b>135.00</b>	-	-	<b>927.29</b>



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

(b) Current year balances / transactions with above mentioned related parties (mentioned in note 39 (i)(a) above)

₹ in Million

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
<b>Inter-corporate deposits - placed</b>					
IFIN	-	145.00	-	-	145.00
ILFS	813.59	-	-	-	813.59
	<b>813.59</b>	<b>145.00</b>			<b>958.59</b>
<b>Interest Income</b>					
ILFS	144.72	-	-	-	144.72
TRDCL	-	-	114.23	-	114.23
OTHERS	-	0.55	-	-	0.55
	<b>144.72</b>	<b>0.55</b>	<b>114.23</b>		<b>259.50</b>
<b>Interest on Loans (Expense)</b>					
ILFS	583.53	-	-	-	583.53
ISSL	-	142.38	-	-	142.38
ITUAL	-	61.00	-	-	61.00
	<b>583.53</b>	<b>203.37</b>			<b>786.91</b>
<b>Lendings</b>					
IMICL	-	77.50	-	-	77.50
TRDCL	-	-	190.00	-	190.00
		<b>77.50</b>	<b>190.00</b>		<b>267.50</b>
<b>Long-term borrowings</b>					
ITUAL	-	100.00	-	-	100.00
		<b>100.00</b>			<b>100.00</b>
<b>Miscellaneous Income</b>					
PTMCM	-	183.59	-	-	183.59
		<b>183.59</b>			<b>183.59</b>
<b>Mobilisation Advance recovered</b>					
ITUAL	-	57.36	-	-	57.36
		<b>57.36</b>			<b>57.36</b>
<b>Operating Expenses (Other than Construction Cost)</b>					
ILFS	36.60	-	-	-	36.60
ITUAL	-	592.15	-	-	592.15
OTHERS	-	3.14	-	-	3.14
	<b>36.60</b>	<b>595.29</b>			<b>631.89</b>
<b>Other Income</b>					
ILFS	7.43	-	-	-	7.43
A4 CONCESSION	-	-	74.48	-	74.48
OTHERS	-	0.36	0.22	-	0.59
	<b>7.43</b>	<b>0.36</b>	<b>74.70</b>		<b>82.49</b>
<b>Premium paid on exercise of call option of APEL</b>					
ILFS	6.36	-	-	-	6.36
	<b>6.36</b>				<b>6.36</b>
<b>Proposed Dividend on Preference Shares</b>					
IFIN	-	105.03	-	-	105.03
IMICL	-	105.03	-	-	105.03
		<b>210.05</b>			<b>210.05</b>
<b>Purchase of goods</b>					
IETS	-	0.76	-	-	0.76
		<b>0.76</b>			<b>0.76</b>
<b>Redemption on NCD</b>					
ILFS	36.00	-	-	-	36.00
	<b>36.00</b>				<b>36.00</b>
<b>Rent Expense</b>					
Mr K Ramchand-Managing Director and his relatives	-	-	-	3.03	3.03
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	1.50	1.50
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	3.73	3.73
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	1.50	1.50
				<b>9.76</b>	<b>9.76</b>



**IL&FS TRANSPORTATION NETWORKS LIMITED**

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

(b) Current year balances / transactions with above mentioned related parties (mentioned in note 39 (i)(a) above)

₹ in Million

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
<b>Rental Income</b>					
IETS	-	5.84	-	-	5.84
	-	<b>5.84</b>	-	-	<b>5.84</b>
<b>Repayment of Borrowings</b>					
IFIN	-	3,850.00	-	-	3,850.00
ILFS	7.05	-	-	-	7.05
ISSL	-	5,000.00	-	-	5,000.00
	<b>7.05</b>	<b>8,850.00</b>	-	-	<b>8,857.05</b>
<b>Repayment of Lendings</b>					
TRDCL	-	-	5.10	-	5.10
	-	-	<b>5.10</b>	-	<b>5.10</b>
<b>Revenue from Operations</b>					
APEL	-	-	71.44	-	71.44
TRDCL	-	-	38.82	-	38.82
	-	-	<b>110.25</b>	-	<b>110.25</b>



## IL&FS TRANSPORTATION NETWORKS LIMITED

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

(ii) Previous year

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

Nature of Relationship	Name of Entity	Abbreviation used	
Holding Company	Infrastructure Leasing & Financial Services Limited	ILFS	
Fellow Subsidiaries (Only with whom there have been transaction during the year / there was balance outstanding at the year end)	IL&FS Financial Services Limited	IFIN	
	IL&FS Education & Technology Services Limited	IETS	
	IL&FS Energy Development Company Limited	IEDCL	
	IL&FS Environmental Infrastructure & Services Limited	IEISL	
	IL&FS Infrastructure Development Corporation Limited	IIDCL	
	IL&FS Investment Managers Limited	IIML	
	IL&FS Maritime Infrastructure Company Limited	IMICL	
	IL&FS Airport Limited.	IAL	
	IL&FS Urban Infrastructure Managers Limited	IUIML	
	IMICL Dighi Maritime Limited	IDML	
	Chattisgarh Highways Development Company Limited	CHDCL	
	IL&FS Securities Services Limited	ISSL	
	IL&FS Township & Urban Assets Limited (formerly known as MPPL Enterprises Limited)	ITUAL	
	IL&FS Trust Company Limited	ITCL	
	Jharkhand Accelerated Road Development Company Limited	JARDCL	
	IL&FS Global Financial Services (ME) Limited	IGFSL(ME)	
	IL&FS Global Financial Services (UK) Limited	IGFSL(UK)	
	IL&FS Global Financial Services Pte Limited	IGFSPL	
	Associates	Andhra Pradesh Expressway Limited (also a fellow subsidiary)	APEL
		ITNL Toll Management Services Limited	ITMSL
Thiruvananthpuram Road Development Company Limited		TRDCL	
Warora Chandrapur Ballarpur Toll Road Limited		WCBTRL	
Centro De Investigacion De Carreteras De Andalucia S.A.		CICAN	
CGI-8, S.A.		CGI-8	
Labtec Ensayos Tecnicos Canarios S.A.		LABTEC	
Empresas Pame SA DECV		EPSD	
Elsamex Road Technology Company Limited		ERTC	
Ramky Elsamex Hyderabad Ring Road		REHRR	
Sociedad Concesionaria Autovia A-4 Madrid S.A.		A4 CONCESSION	
Key Management Personnel	Mr K Ramchand-Managing Director and relatives		
	Mr Mukund Sapre-Executive Director and relatives		
Relatives of KMP	Mrs Rita Ramchand (wife of Mr K Ramchand)		
	Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)		



IL&FS TRANSPORTATION NETWORKS LIMITED

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

(b) Current year balances / transactions with above mentioned related parties (mentioned in note 39 (ii) (a) above)

₹ in Million

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
<b>Balances:</b>					
<b>Investment in Preference Shares</b>					
APEL	-	-	2,200.00	-	2,200.00
	-	-	2,200.00	-	2,200.00
<b>Trade Payables</b>					
ILFS	74.55	-	-	-	74.55
IFIN	-	34.39	-	-	34.39
IETS	-	23.63	-	-	23.63
OTHERS	-	11.62	14.95	-	26.57
	74.55	69.63	14.95	-	159.12
<b>Trade Receivables</b>					
REHRR	-	-	90.20	-	90.20
TRDCL	-	-	157.60	-	157.60
WCBTRL	-	-	227.60	-	227.60
OTHERS	-	0.51	30.90	-	31.41
	-	0.51	506.31	-	506.81
<b>Other Current Liabilities</b>					
ILFS	0.04	-	-	-	0.04
IFIN	-	305.75	-	-	305.75
OTHERS	-	17.61	-	-	17.61
	0.04	323.36	-	-	323.40
<b>Investment in Covered Warrants</b>					
ILFS	1,693.00	-	-	-	1,693.00
	1,693.00	-	-	-	1,693.00
<b>Borrowings</b>					
ILFS	115.95	-	-	-	115.95
ITUAL	-	217.50	-	-	217.50
	115.95	217.50	-	-	333.45
<b>Interest accrued but not due on borrowings</b>					
ITUAL	-	24.78	-	-	24.78
	-	24.78	-	-	24.78
<b>Current liabilities</b>					
ILFS	28.73	-	-	-	28.73
	28.73	-	-	-	28.73
<b>Long-term borrowings</b>					
ILFS	341.09	-	-	-	341.09
	341.09	-	-	-	341.09
<b>Non Convertible Debentures</b>					
ILFS	252.00	-	-	-	252.00
	252.00	-	-	-	252.00
<b>Advance towards capital in a subsidiary</b>					
ILFS	150.00	-	-	-	150.00
	150.00	-	-	-	150.00
<b>Retention Money Payable</b>					
IEISL	-	0.09	-	-	0.09
	-	0.09	-	-	0.09
<b>Call Option Premium</b>					
ILFS (net of provision of Rs 163.28 million)	36.67	-	-	-	36.67
	36.67	-	-	-	36.67



IL&FS TRANSPORTATION NETWORKS LIMITED

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

(b) Current year balances / transactions with above mentioned related parties (mentioned in note 39 (ii) (a) above)

₹ in Million

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
<b>Mobilisation Advance paid</b>					
ITUAL	-	176.74	-	-	176.74
	-	<b>176.74</b>	-	-	<b>176.74</b>
<b>Redemption premium accrued but not due</b>					
IFIN	347.15	-	-	-	347.15
	<b>347.15</b>	-	-	-	<b>347.15</b>
<b>Long Term Loan and Advances</b>					
TRDCL	-	-	343.60	-	343.60
A4 CONCESSION	-	-	601.30	-	601.30
	-	-	<b>944.90</b>	-	<b>944.90</b>
<b>Short Term Loan and Advances</b>					
TRDCL	-	-	416.00	-	416.00
CHDCL	-	3.00	-	-	3.00
	-	<b>3.00</b>	<b>416.00</b>	-	<b>419.00</b>
<b>Other Loan and Advances</b>					
ILFS	0.04	-	-	-	0.04
IAL	-	18.36	-	-	18.36
APEL	-	-	9.70	-	9.70
OTHERS	-	3.12	0.53	-	3.65
	<b>0.04</b>	<b>21.48</b>	<b>10.24</b>	-	<b>31.75</b>
<b>Interest accrued - Assets</b>					
TRDCL	-	-	79.55	-	79.55
CHDCL	-	0.65	-	-	0.65
	-	<b>0.65</b>	<b>79.55</b>	-	<b>80.20</b>
<b>Interest Accrued and due on loans given</b>					
TRDCL	-	-	40.90	-	40.90
OTHERS	-	0.02	-	-	0.02
	-	<b>0.02</b>	<b>40.90</b>	-	<b>40.92</b>
<b>Rent Deposit</b>					
Mr K Ramchand-Managing Director and his relatives	-	-	-	0.50	<b>0.50</b>
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	0.25	<b>0.25</b>
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	0.50	<b>0.50</b>
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	0.25	<b>0.25</b>
	-	-	-	<b>1.50</b>	<b>1.50</b>
<b>Transactions</b>					
<b>Operating expenses</b>					
ILFS	14.50	-	-	-	14.50
IIDCL	-	48.32	-	-	48.32
OTHERS	-	2.56	-	-	2.56
	<b>14.50</b>	<b>50.88</b>	-	-	<b>65.38</b>
<b>Dividend paid</b>					
ILFS	540.24	-	-	-	540.24
OTHERS	-	9.76	-	-	9.76
	<b>540.24</b>	<b>9.76</b>	-	-	<b>550.00</b>
<b>Lendings</b>					
APEL	-	-	897.44	-	897.44
TRDCL	-	-	422.80	-	422.80
	-	-	<b>1,320.24</b>	-	<b>1,320.24</b>
<b>Repayment of Lendings</b>					
APEL	-	-	2,123.04 #	-	2,123.04
OTHERS	-	70.00	84.00	-	154.00
	-	<b>70.00</b>	<b>2,207.04</b>	-	<b>2,277.04</b>



IL&FS TRANSPORTATION NETWORKS LIMITED

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

(b) Current year balances / transactions with above mentioned related parties (mentioned in note 39 (ii) (a) above)

₹ in Million

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
<b>Other Income</b>					
ILFS	119.11	-	-	-	119.11
APEL	-	-	124.49	-	124.49
TRDCL	-	-	86.01	-	86.01
OTHERS	-	10.23	2.14	-	12.36
	<b>119.11</b>	<b>10.23</b>	<b>212.64</b>	-	<b>341.98</b>
<b>Revenue from Operations</b>					
IMICL	-	70.00	-	-	70.00
APEL	-	-	99.20	-	99.20
TRDCL	-	-	39.02	-	39.02
OTHERS	-	-	4.83	-	4.83
	-	<b>70.00</b>	<b>143.05</b>	-	<b>213.05</b>
<b>Administrative and general expenses</b>					
ILFS	385.05	-	-	-	385.05
ITUAL	-	235.19	-	-	235.19
OTHERS	-	108.26	13.78	-	122.04
	<b>385.05</b>	<b>343.45</b>	<b>13.78</b>	-	<b>742.28</b>
<b>Repayment of Borrowings</b>					
ILFS	3,255.28	-	-	-	3,255.28
ISSL	-	2,250.00	-	-	2,250.00
IFIN	-	500.00	-	-	500.00
	<b>3,255.28</b>	<b>2,750.00</b>	-	-	<b>6,005.28</b>
<b>Intangible assets under development</b>					
ILFS	44.81	-	-	-	44.81
IFIN	-	168.54	-	-	168.54
OTHERS	-	8.05	-	-	8.05
	<b>44.81</b>	<b>176.59</b>	-	-	<b>221.40</b>
<b>Finance charges</b>					
ILFS	4.07	-	-	-	4.07
IFIN	-	236.00	-	-	236.00
OTHERS	-	11.10	-	-	11.10
	<b>4.07</b>	<b>247.10</b>	-	-	<b>251.17</b>
<b>Borrowings.</b>					
ILFS	3,000.00	-	-	-	3,000.00
ISSL	-	2,250.00	-	-	2,250.00
OTHERS	-	717.50	-	-	717.50
	<b>3,000.00</b>	<b>2,967.50</b>	-	-	<b>5,967.50</b>

# Company's investment in 7,864,000 Optionally Convertible Debentures (Face value Rs. 100 each) amounting Rs. 786.40 million issued by Andhra Pradesh Expressway Limited ("APEL") and loans given to APEL of Rs. 1,262.04 million and interest accrued Rs. 151.56 million were converted into 220,000,000 Non-Convertible Non-Cumulative Redeemable preference shares (Face value Rs. 10 each) aggregating to Rs. 2,200.00 million.





IL&FS TRANSPORTATION NETWORKS LIMITED

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

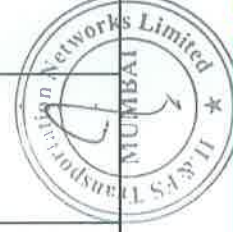
(b) Current year balances / transactions with above mentioned related parties (mentioned in note 39 (ii) (a) above)

₹ in Million

Particulars	Holding Company	Fellow Subsidiaries	Associates	Key Management personnel and relatives	Total
<b>Inter corporate deposit received</b>					
ITUAL	-	50.00	-	-	50.00
	-	<b>50.00</b>	-	-	<b>50.00</b>
<b>Inter corporate deposit repaid</b>					
ITUAL	-	50.00	-	-	50.00
	-	<b>50.00</b>	-	-	<b>50.00</b>
<b>Inter-corporate deposits - matured</b>					
ILFS	5,687.51	-	-	-	5,687.51
IFIN	-	185.20	-	-	185.20
	<b>5,687.51</b>	<b>185.20</b>	-	-	<b>5,872.71</b>
<b>Inter-corporate deposits - placed</b>					
ILFS	5,014.20	-	-	-	5,014.20
IFIN	-	185.20	-	-	185.20
	<b>5,014.20</b>	<b>185.20</b>	-	-	<b>5,199.40</b>
<b>Interest on Borrowings</b>					
ILFS	233.50	-	-	-	233.50
ISSL	-	106.03	-	-	106.03
OTHERS	-	41.22	-	-	41.22
	<b>233.50</b>	<b>147.25</b>	-	-	<b>380.74</b>
<b>Redemption of Non convertible Debentures.</b>					
ILFS	36.00	-	-	-	36.00
	<b>36.00</b>	-	-	-	<b>36.00</b>
<b>Mobilisation Advance paid.</b>					
ITUAL	-	200.00	-	-	200.00
	-	<b>200.00</b>	-	-	<b>200.00</b>
<b>Mobilisation Advance recovered</b>					
ITUAL	-	23.26	-	-	23.26
	-	<b>23.26</b>	-	-	<b>23.26</b>
<b>Director Remuneration</b>					
Mr. K Ramchand	-	-	-	64.17	64.17
Mr. Mukund Sapre	-	-	-	35.28	35.28
	-	-	-	<b>99.46</b>	<b>99.46</b>
<b>Rent Expense</b>					
Mr K Ramchand-Managing Director and his relatives	-	-	-	2.97	2.97
Mr Mukund Sapre-Executive Director and his relatives	-	-	-	1.50	1.50
Mrs Rita Ramchand (wife of Mr K Ramchand)	-	-	-	2.56	2.56
Mrs Sangeeta Sapre (wife of Mr Mukund Sapre)	-	-	-	1.50	1.50
	-	-	-	<b>8.53</b>	<b>8.53</b>



Sr.No.	Name of Subsidiary	Reporting Currency	Country of incorporation	Exchange Rate as at March 31, 2014	Capital	Reserve and Surplus	Total Assets	Total Liabilities (Other than shareholder's funds)	Investments other than investment in subsidiary	Total Revenue	Profit before taxation	Provision for taxation	Profit after taxation	Proposed dividend
1	Gujarat Road and Infrastructure Company Limited	INR	India	1.00	904.62	2,232.81	6,815.91	3,678.48	-	1,231.18	709.48	(42.06)	751.54	5.15
2	East Hyderabad Expressway Limited	INR	India	1.00	293.10	305.81	3,869.60	3,270.68	-	422.87	6.50	-	6.50	-
3	ITNL Road Infrastructure Development Company Limited	INR	India	1.00	1,400.00	(223.46)	8,056.47	6,879.93	0.02	2,940.62	68.58	-	68.58	-
4	IL&FS Rail Limited	INR	India	1.00	3,923.00	205.93	5,223.99	1,095.06	-	2,773.01	61.84	22.99	38.85	-
5	Rapid MetroRail Gurgaon Limited	INR	India	1.00	4,484.04	397.59	13,869.34	8,987.70	-	2,945.09	(325.85)	(109.47)	(216.38)	-
6	Rapid MetroRail Gurgaon South Limited	INR	India	1.00	1,620.50	377.00	6,212.67	4,215.17	-	3,987.41	581.45	204.10	377.35	-
7	Vansh Nimay InfraProjects Limited	INR	India	1.00	158.90	(1,041.46)	208.03	1,090.59	-	564.11	(218.17)	-	(218.17)	-
8	Scheme of ITNL Road Investment Trust	INR	India	1.00	1,096.06	7.94	1,104.26	0.26	-	47.81	47.37	-	47.37	47.81
9	West Gujarat Expressway Limited	INR	India	1.00	400.00	(476.34)	2,554.70	2,631.05	-	485.52	(329.59)	0.03	(329.63)	-
10	Hazaribagh Ranchi Expressway Limited	INR	India	1.00	1,310.00	(285.34)	10,394.18	9,349.52	-	1,381.59	(434.61)	-	(434.61)	-
11	Pune Sholapur Road Development Company Limited	INR	India	1.00	1,760.00	4,087.59	18,403.70	12,556.11	-	3,594.38	116.71	(103.04)	219.76	-
12	Moradabad Bareilly Expressway Limited	INR	India	1.00	2,216.60	6,039.68	23,459.73	15,203.45	-	3,170.95	440.22	110.15	330.06	-
13	Jharkhand Road Projects Implementation Company Limited	INR	India	1.00	2,594.98	601.42	25,744.96	22,548.55	-	4,483.43	(320.22)	(297.75)	(22.47)	-
14	Chennai Nashri Tunnelway Limited	INR	India	1.00	3,720.00	1,676.62	29,133.42	23,736.80	-	6,622.75	238.11	(401.36)	639.47	-
15	Badarpur Tollway Operations Management Limited	INR	India	1.00	0.50	2.69	3.59	0.41	-	6.74	(1.68)	0.17	(1.85)	-
16	MP Border Checkpost Development Company Limited	INR	India	1.00	959.68	365.03	11,923.74	10,599.02	-	3,143.82	(129.07)	(43.87)	(85.20)	-
17	North Karnataka Expressway Limited	INR	India	1.00	593.91	1,545.07	5,363.08	3,224.10	-	620.80	184.81	53.60	131.21	59.39
18	Kiratpur Ner Chowk Expressway Limited	INR	India	1.00	1,770.00	385.28	5,840.48	3,685.21	-	3,444.09	369.98	-	389.98	-
19	Baleshwar Kharagpur Expressway Limited	INR	India	1.00	1,163.00	284.12	4,023.22	2,576.10	-	2,189.64	177.79	-	177.79	-
20	Sikar Bikaner Highway Limited	INR	India	1.00	1,240.50	1,099.58	5,709.92	3,369.84	-	2,654.42	239.31	-	239.31	-
21	Khed Sinar Expressway Limited	INR	India	1.00	515.00	388.89	4,508.67	3,624.78	-	4,150.03	368.89	-	368.89	-
22	Banwa Adda Expressway Limited	INR	India	1.00	282.50	(4.56)	2,346.99	2,069.05	-	2,099.56	(4.56)	-	(4.56)	-
23	Karyavatam Sports Facilities Limited	INR	India	1.00	150.50	13.69	1,391.97	1,227.78	-	694.56	8.23	-	8.23	-
24	Futureage Infrastructure India Limited	INR	India	1.00	51.30	(16.39)	37.39	2.48	-	7.70	(11.18)	-	(11.18)	-
25	Charminar RoboPark Limited	INR	India	1.00	63.24	(3.77)	95.97	36.50	-	10.63	(0.75)	-	(0.75)	-
26	ITNL International Pte. Limited	USD	Singapore	60.10	2,426.20	(1,233.18)	12,587.64	11,394.62	4.52	606.34	(405.68)	39.89	(445.57)	-
27	ITNL Offshore Pte. Limited	USD	Singapore	60.10	208.44	(40.24)	6,490.77	6,322.58	-	373.63	10.31	9.14	1.18	-
28	ITNL International JT	AED	UAE	16.28	148.94	(71.62)	83.86	7.15	-	10.25	(61.71)	-	(61.71)	-
29	ITNL Africa Projects Ltd	NGN	Nigeria	0.36	146.79	(120.80)	78.65	52.66	-	0.71	(125.25)	-	(125.25)	-



Sr.No.	Name of Subsidiary	Reporting Currency	Country of incorporation	Exchange Rate as at March 31, 2014	Capital	Reserve and Surplus	Total Assets	Total Liabilities (Other than shareholder's funds)	Investments other than investment in subsidiary	Total Revenue	Profit before taxation	Provision for taxation	Profit after taxation	Proposed dividend
30	Shajhan General Services Company LLC	AED	UAE	16.28	5.09	(14.73)	4.96	14.60	-	-	(14.65)	-	(14.65)	-
31	IPL USA LLC	USD	USA	60.10	62.56	(3.89)	58.67	-	-	-	(1.44)	-	(1.44)	-
32	Andhra Pradesh Expressway limited	INR	India	1.00	2,537.00	(335.10)	8,804.25	6,602.36	-	870.03	120.94	-	120.94	-
33	GRICL Rail Bridge Development Company Limited #	INR	India	1.00	-	(0.02)	-	0.02	-	-	(0.02)	-	(0.02)	-
34	GIFT Parking Facilities Limited #	INR	India	1.00	-	-	-	-	-	-	-	-	-	-
35	Eisamex SA	Euro	Spain	82.58	1,673.38	2,851.77	14,618.68	10,093.54	426.61	6,759.84	375.77	53.08	322.69	209.17
36	Atenea Seguridad Y Medio Ambiente S.A.	Euro	Spain	82.58	10.75	132.89	491.19	347.55	-	230.03	63.39	19.17	44.22	-
37	Senalización Viales E Imagen S A U	Euro	Spain	82.58	56.81	(285.45)	539.31	767.94	-	99.64	(68.54)	(20.56)	(47.98)	-
38	Eisamex Internacional SL	Euro	Spain	82.58	1,181.72	(531.37)	3,079.72	2,429.37	-	1,003.52	(68.91)	(52.15)	(16.76)	-
39	Grusamar Ingenieria Y Consulting SRL	Euro	Spain	82.58	288.60	63.57	1,305.60	953.44	19.43	978.73	37.03	12.74	24.30	-
40	Eisamex Portugal SA	Euro	Portugal	82.58	28.90	76.75	195.57	89.92	-	242.73	17.95	5.40	12.55	-
41	Inteval Gestao Integral Rodoviaria, S.A.	Euro	Portugal	82.58	115.61	119.80	504.84	269.43	-	1,515.49	118.69	32.76	85.92	-
42	Eisamex India Private Limited	INR	India	1.00	0.34	1.12	5.33	3.88	-	10.21	1.24	0.38	0.87	-
43	Yala Construction Co Private Limited	INR	India	1.00	0.97	0.27	2.07	0.84	-	2.68	0.50	0.16	0.34	-
44	Mantenimiento and Conservacion Vialidades SA (MANCOVI) Mexico Construction	pesos mejicanos	Mexico	4.57	2.72	0.91	4.36	0.73	-	7.70	(0.63)	(0.11)	(0.52)	-
45	ESM Mantenimiento Integral de SA de CV	pesos mejicanos	Mexico	4.57	1.58	(0.06)	1.62	0.10	-	1.19	(0.02)	0.01	(0.03)	-
46	CISEM INTEVIA, S.A.	Euro	Spain	82.58	4.95	59.19	959.90	895.76	6.48	334.24	27.81	(3.40)	31.20	-
47	Control 7, S.A	Euro	Spain	82.58	45.46	44.43	392.29	302.40	-	168.66	(34.52)	(6.33)	(28.19)	-
48	Grusamar Albania SHPK	Lek	Albania	0.58	0.00	(0.02)	0.03	0.06	-	-	(0.00)	-	(0.00)	-
49	Area De Servicio Coiros S.L.	Euro	Spain	82.58	82.83	134.44	436.80	219.53	-	42.91	(3.16)	(0.60)	(2.56)	-
50	Conservacion De Infraestructuras De Mexico S.A. De C.V	pesos mejicanos	Mexico	4.57	0.01	(0.01)	0.01	0.01	-	-	(0.00)	-	(0.00)	-
51	Alcantarilla Fotovoltaica, S.L.U.	Euro	Spain	82.58	3.53	3.90	444.66	437.24	-	42.45	(5.91)	1.61	(7.51)	-
52	Area De Servicio Punta Umbria S.L.U.	Euro	Spain	82.58	6.84	30.42	192.12	154.87	-	29.58	6.60	2.58	4.02	-
53	Beasolaria S.A.U	Euro	Spain	82.58	3.39	2.40	266.83	261.04	-	30.56	4.90	1.47	3.43	-
54	Eisamex Brazil LTDA	Reales	Brasil	26.37	-	-	-	-	-	-	-	-	-	-
55	Eisamex Construccao E Manutencao LTDA	Reales	Brasil	26.37	0.90	(1.25)	0.35	0.70	-	-	(1.16)	-	(1.16)	-
56	Eisamex Maintenance Services Limited	INR	India	1.00	0.01	(0.00)	0.01	-	-	-	(0.00)	-	(0.00)	-
57	Eisamex LLC #	USA	USA	60.10	-	-	-	-	-	-	-	-	-	-
58	Grusamar India LTD	INR	India	1.00	0.01	0.06	0.21	0.14	-	0.31	0.10	0.03	0.07	-
59	Grusamar Engenharia Y Consultoria Brasil LTDA #	Reales	Brasil	26.37	-	-	-	-	-	-	-	-	-	-

# In these entities there has been no investments made by the Group. These are considered to be subsidiary based on subscription to the Memorandum & Articles of Association and / or Board control.



(41) Previous year's figures have been regrouped / rearranged wherever necessary to conform to the classification of the current year.

For and on behalf of the Board



*[Signature]*

Managing Director

*[Signature]*

Director

*[Signature]*

Chief Financial Officer  
Mumbai, May 13, 2014

*[Signature]*

Company Secretary

