

KHED SINNAR EXPRESSWAY LIMITED

FINANCIAL STATEMENT

2014-15

INDEPENDENT AUDITOR'S REPORT

To the members of KHED SINNAR EXPRESSWAY LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **KHED SINNAR EXPRESSWAY LIMITED**, ("the Company"), which comprise the Balance Sheet as at 31st March 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the Assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion



In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2015 and its loss and cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure, a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e) On the basis of written representations received from the directors, as on 31st March 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2015 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - a. The Company does not have any pending litigations which would impact its financial position.
 - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For GIANENDER & ASSOCIATES

Chartered Accountants

Regn. No. 04661N

By the hand of



Ramesh Koul

Partner

M. No. 077804

Place : New Delhi

Date : 27.04.2015

Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date

Re: KHED SINNAR EXPRESSWAY LIMITED

- i.
 - a) The Company has generally maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b) Fixed assets have been physically verified by management at the end of the year which, in our opinion, is reasonable having regard to the size of the Company and nature of its asset and no serious discrepancies have been noticed on such verification.
- ii. There are no inventories as company is engaged in the business of infrastructure development and maintenance and hence Para 3 clauses (ii)(a),(ii)(b) and (ii)(c) of the Companies (Auditor's Report) Order 2015 relating to inventory are not applicable.
- iii. The Company has not granted secured / unsecured loans to parties covered in the register maintained under section 189 of the Act. Accordingly, sub-clause (a) and (b) are not applicable
- iv. In our opinion and according to the information and explanations given to us, the internal control procedures are generally adequate and commensurate with the size of the Company and the nature of its business with regard to purchases of fixed assets.. During the course of our audit we have not observed any continuing failure to correct major weaknesses in internal controls system.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public during the year. Therefore, the provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under, are not applicable to the Company.
- vi. According to the information and explanations given to us, we are of the opinion that prima facie, cost records prescribed, pursuant to the Rules made by the Central Government for the maintenance of cost records under Section 148 of the Act, are made and maintained.
- vii.
 - a) According to the information and explanations given to us and on the basis of our examination of the books of accounts, the Company is generally regular in depositing undisputed statutory dues relating to provident fund, income tax deducted at source, service tax, value added tax and other statutory dues during the year with the appropriate authorities. We are informed that the provisions of employees' sate insurance, wealth tax, duty of customs, duty of excise, cess are not applicable to the company. As per the records produced before us, there are no undisputed statutory dues which were outstanding as on 31st March 2015 for a period over six months from the date of same becoming payable.
 - b) According to the information and explanations given to us, there are no statutory dues pending in respect of income tax, sales tax, value added tax, service tax, duty of customs, wealth tax, duty of excise, cess on account of any dispute.
 - c) According to the information and explanations given to us, no amount is required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 2013 and rules made thereunder.
- viii. Since the Company has been registered for a period of less than five years, clause (viii) of para 3 of the order of the Companies (Auditor's Report) Order 2015 is not applicable to the Company.



- ix. According to the information and explanations given to us, the Company has not taken any loans from any financial institution or bank. The Company has not issued debentures
- x. In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- xi. According to the information and explanations given to us, the loans taken by the company has been applied for the purpose for which the loans were obtained.
- xii. According to information and explanations given to us, which have been relied upon by us, no fraud on or by the Company has been noticed or reported during the year.

For GIANENDER & ASSOCIATES

Chartered Accountants

Regn. No. 04661N

By the hand of



Ramesh Koul

Partner

M. No. 077804

Place : New Delhi

Date : 27.04.2015

KHED SINNAR EXPRESSWAY LIMITED

Balance Sheet as at March 31, 2015

	Particulars	Note	As at	
			March 31, 2015	March 31, 2014
I	EQUITY AND LIABILITIES			
1	SHAREHOLDERS' FUNDS			
	(a) Share Capital	2	1,50,00,00,000	51,50,00,000
	(b) Reserves and Surplus	3	(1,61,26,785)	(83,85,466)
			1,48,38,73,215	50,66,14,534
2	NON-CURRENT LIABILITIES			
	(a) Long Term Borrowings	4	1,38,25,00,000	
	(b) Other Long Term Liabilities	5	28,64,94,675	8,59,34,403
			1,66,89,94,675	8,59,34,403
3	CURRENT LIABILITIES			
	(a) Other Current Liabilities	6		
			5,40,80,57,298	3,53,88,44,327
	TOTAL		8,56,09,25,188	4,13,13,93,264
II	ASSETS			
1	NON CURRENT ASSETS			
	(a) Fixed assets			
	(i) Intangible Assets Under Development	7	8,36,01,55,687	4,01,39,94,896
	(b) Long Term Loans and Advances	8	3,16,63,229	97,23,905
			8,39,18,18,916	4,02,37,18,801
2	CURRENT ASSETS			
	(a) Trade Receivables (net)	10	14,14,14,507	8,84,13,686
	(b) Cash and Bank balances	11	1,68,03,483	1,26,14,287
	(c) Short Term Loans and Advances	9	1,08,88,282	66,46,490
			16,91,06,272	10,76,74,463
	TOTAL		8,56,09,25,188	4,13,13,93,264

Note 1 to 20 forms part of the financial statements.

In terms of our report attached.
For Gianender & Associates
 Chartered Accountants
 Firm Registration no. 004661N

Ramesh Koul
 Partner
 Membership Number : 077804

Place: Mumbai
 Date: April 27, 2015



For and on behalf of the Board

[Signature]
 Director

[Signature]
 Director

[Signature]
 Chief Financial Officer

KHED SINNAR EXPRESSWAY LIMITED

Statement of Profit and Loss for the year ended March 31, 2015

	Particulars	Note	Year ended March 31, 2015	Year ended March 31, 2014
I	Revenue from operations		-	-
II	Other income		-	-
III	Total revenue (I + II)		-	-
IV	Expenses			
	Administrative and General Expenses	12	77,41,319	83,85,466
	Total Expenses		77,41,319	83,85,466
V	Profit / (Loss) before taxation (VII-VIII)		(77,41,319)	(83,85,466)
VI	Tax expense:			
	(1) Current tax		-	-
	(2) Deferred tax		-	-
	Total tax expenses (VI)		-	-
VII	Profit / (Loss) for the year (V - VI)		(77,41,319)	(83,85,466)
	Earnings per equity share (Face value per share ` 10/-):	13		
	(1) Basic		(0.07)	(0.56)
	(2) Diluted		(0.07)	(0.56)

Note 1 to 20 forms part of the financial statements.

In terms of our report attached.
For Gianender & Associates
 Chartered Accountants
 Firm Registration no. 004661N

Ramesh Koul
 Partner
 Membership Number : 077804

Place: Mumbai
 Date: April 27, 2015



For and on behalf of the Board

[Signature]
 Director

[Signature]
 Director

[Signature]

Chief Financial Officer

KHED SINNER EXPRESSWAY LIMITED

Cash Flow Statement for the year ended March 31, 2015

Particulars	Year ended March 31, 2015	Year ended March 31, 2014
Cash Flow from Operating Activities		
Profit Before Taxes, Minority Interest and Share of Associates	(77,41,319)	(83,85,466)
Adjustments changes in working capital: (Increase) / Decrease in Other Current, Other Non-Current Assets & Trade Receivables Increase / (Decrease) in Other Current, Other Non-Current Liabilities & Trade Payables		
Cash Generated from Operations	(77,41,319)	(83,85,466)
Direct Taxes paid (Net)	-	-
Net Cash generated from Operating Activities (A)	(77,41,319)	(83,85,466)
Cash flow from Investing Activities		
Payment for Fixed Assets	(4,39,91,61,612)	(4,10,24,08,582)
Decrease / (Increase) in other assets & loans and advances (current and non current)	2,04,35,92,127	3,60,84,08,335
Net Cash used in Investing Activities (B)	(2,35,55,69,485)	(49,40,00,247)
Cash flow from Financing Activities		
Proceeds from Issue of Shares	98,50,00,000	51,50,00,000
Proceeds from Long Term Borrowings	1,38,25,00,000	-
Net Cash generated from Financing Activities (C)	2,36,75,00,000	51,50,00,000
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	41,89,196	1,26,14,287
Cash and Cash Equivalent at the beginning of the year	1,26,14,287	-
(+)(-) Impact of foreign currency translation	-	-
(+)(-) Impact of acquisition / sale of subsidiaries / Jointly controlled entities	1,68,03,483	1,26,14,287
Cash and Cash Equivalent at the end of the year	1,68,03,483	1,26,14,287
Net Increase / (Decrease) in Cash and Cash Equivalents	41,89,196	1,26,14,287

Components of Cash and Cash Equivalents		
Cash on hand	2,211	1,107
Balances with Banks in current accounts	1,68,01,272	1,26,13,180
Balances with Banks in deposit accounts	-	-
	1,68,03,483	1,26,14,287
Unpaid Dividend Accounts	-	-
Bank balances held as margin money or as security against borrowings	-	-
Cash and Cash Equivalents as per Balance Sheet	1,68,03,483	1,26,14,287

Note 1 to 20 forms part of the financial statements.

In terms of our report attached,
For Gianender & Associates
Chartered Accountants
Firm Registration no. 004661N


Ramesh Koul
Partner
Membership Number : 077804



Place: Mumbai
Date: April 27, 2015

For and on behalf of the Board


Director


Director


Chief Financial Officer

KHED SINNAR EXPRESSWAY LIMITED

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

Note No. 1 - Significant Accounting Policies

I Background

Khed Sinnar Expressway Limited ("KSEL") a Special Purpose Vehicle ("SPV") promoted by IL&FS Transportation Networks Limited (ITNL), has been awarded the project involving development and operation involving 4-lanning of the Khed-Sinnar section of NH-50, under a desing, build, finance, operate & transfer ("DBFOT") basis (the "Project") was signed on May 09, 2013 and the concession period of the Project is 20 years from the appointed date.

II Basis of Accounting

The financial statement is prepared in accordance with the Generally Accepted Accounting Principles in India, Accounting Standards as per section 133 of the companies act 2013 read with rule 7 of companies (accounts) rules 2014

III Use of estimates

The preparation of financial statements in conformity with IGAAP requires the Management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of financial statements. The recognition, measurement, classification or disclosures of an item or information in the financial statements have been made relying on these estimates to a greater extent.

IV Fixed Assets and Depreciation

i) Tangible fixed assets and depreciation

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

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

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

Depreciation on tangible fixed assets is computed as under:

As per notification dated, March 26, 2014 issued by the Ministry of Corporate Affairs, Schedule II of the Companies Act 2013 comes into effect from April 1, 2014 which prescribes the useful life of depreciable assets. The Company has adopted the useful life prescribed under the Schedule II of the Companies Act 2013. Also, with effect from April 1, 2014 the Company has decided to change the policy retrospectively for charging depreciation on the basis of Straight Line Method in place of Written Down Method other than those specified otherwise. Accordingly the Company has reinstated its policy for charging depreciation with effect from April 1, 2014 which is as below:

- (i) Assets purchased on or after April 1, 2014 are depreciated on Straight Line Method, over the useful life of assets as prescribed under Schedule II of the Companies Act 2013 other than assets specified in para (ii) below
- (ii) Following assets are depreciated over a useful life which is shorter than the life prescribed under Schedule II of the Companies Act 2013 based on the Management's estimate
- (iii) Data Processing Equipment – Server and Networking equipment are depreciated over a period of 4 years
- (iv) Mobile Phones and Ipad / Tablets are fully depreciated in the year of purchase
- (v) Specialised office equipment's are depreciated on Straight Line Method over a period of three years
- (vi) Cars purchased by the company for employees, are depreciated over a period of five years
- (vii) Assets provided to employees are depreciated over a period of three years
- (viii) Leasehold improvement costs are capitalised and amortised over the period of lease agreement
- (ix) All categories of assets costing less than Rs. 5,000 each are fully depreciated in the year of purchase.
- (x) The residual value of all the assets is retained at Rs. 1/- each



ii) 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:

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 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.

V Impairment of Assets

The carrying values of assets of the Company'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

VI Borrowing Cost

In respect of an intangible asset, borrowing costs attributable to the construction of the roads are capitalised up to the date of receipt of the final completion certificate of the asset / facility received from the authority for its intended use of construction asset / facility as specified in the Concession Agreement. All borrowing costs subsequent to receipt of the final completion certificate construction 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.

VII Employee Costs

Employee Costs include Short term employee benefits such as Salaries, Incentives etc., as defined in AS -15 on Employee Benefits. The same are recognised as an expense in the period in which the service is rendered by the concerned employee to the company. Company does not have any Defined Benefit or Defined Contribution plans.

VIII Preliminary Expenditure

Preliminary Expenses incurred on incorporation of the Company are charged to the Statement of Profit & Loss in the period during which these expenses are incurred.

IX Accounting for Taxes on Income

Provision for current income tax is made after taking into consideration benefits admissible under the provisions of the Income - tax Act, 1961. Deferred tax resulting from "timing differences" between book and tax profits is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. Deferred tax assets are recognized and carried forward only if there is a virtual/ reasonable certainty that the assets will be realized in future. The carrying amount of deferred tax asset is reviewed at each balance sheet date.

X Provisions, Contingent Liabilities and Assets

The Company recognizes a provision when there is a present obligation as a result of a past event that probably requires outflow of resources, which can be reliably estimated. Disclosures for a contingent liability is made, without a provision in books, when there is an obligation that may, but probably will not, require outflow of resources. Contingent Assets are neither recognized nor disclosed.



XI Cash Flow Statements

Cash flows are reported using the indirect method, whereby net profits / loss before tax are adjusted for the effect of transaction of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The Cash flows from regular revenue generating; investing and financing activities are segregated.

Cash and cash equivalents in the cash flow statement comprises of cash at bank and in hand and term deposits with banks, if any.

XII Earnings per Share

Basic Earnings per share is calculated by dividing the net profit / (loss) after tax for the period attributable to equity shareholders of the Company by the weighted average number of equity shares in issue during the period.

Diluted earnings per share is calculated by dividing the net profit after tax for the year 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.

XIII Current/Non-Current Assets and Liabilities

Assets are classified as current when it satisfies any of following criteria:

- It is expected to be realized within 12 months after the reporting date,
- It is held for trading purpose

All other assets are classified as Non-current

Liabilities are classified as current when it satisfies any of following criteria:

- It is expected to be settled within 12 months after the reporting date,
- It is held for trading purpose

All other liabilities are classified as Non-current



KHED SINNAR EXPRESSWAY LIMITED

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

Note 2: Share capital

Particulars	As at March 31, 2015		As at March 31, 2014	
	Number		Number	
Authorised				
Equity Shares of Rupees 10/- each	15,00,00,000	1,50,00,00,000	10,00,00,000	1,00,00,00,000
Issued				
Equity Shares of Rupees 10/- each	15,00,00,000	1,50,00,00,000	5,15,00,000	51,50,00,000
Subscribed and Paid up				
Equity Shares of Rupees 10/- each fully paid (refer foot note no. i, ii, and iii)	15,00,00,000	1,50,00,00,000	5,15,00,000	51,50,00,000
Total	15,00,00,000	1,50,00,00,000	5,15,00,000	51,50,00,000

Foot Notes:

i. Of the above 15,00,00,000 shares are held by the holding Company and its Nominees (As at March 31, 2014 : 5,15,00,000 Shares)

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

Particulars	As at March 31, 2015		As at March 31, 2014	
	Equity Shares		Equity Shares	
	No. of Shares		No. of Shares	
Shares outstanding at the beginning of the year	5,15,00,000	51,50,00,000	-	-
Shares issued during the year	9,85,00,000	98,50,00,000	5,15,00,000	51,50,00,000
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	15,00,00,000	1,50,00,00,000	5,15,00,000	51,50,00,000

iii. Shareholding more than 5% shares

Name of Shareholder	As at March 31, 2015		As at March 31, 2014	
	No. of Shares held	% of total holding	No. of Shares held	% of total holding
IL&FS Transportation Networks Limited (the Holding Company and its nominees)	15,00,00,000	100%	5,15,00,000	100%
Total	15,00,00,000	100%	5,15,00,000	100%

Note 3: Reserves and surplus

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Profit / (Loss) Surplus				
Opening balance	(83,85,466)		-	
(+) Profit for the current year	(77,41,319)	(1,61,26,785)	(83,85,466)	(83,85,466)
Total		(1,61,26,785)		(83,85,466)



KHED SINNAR EXPRESSWAY LIMITED

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

Note 4: Long Term Borrowings

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Term Loans				
(i) Unsecured				
From Banks				
From Related Parties	1,38,25,00,000	1,38,25,00,000	-	-
Total		1,38,25,00,000		-

Repayment Schedule

Quarter Ending	Amount
Sep-2030	13,82,50,000
Dec-2030	13,82,50,000
Mar-2031	13,82,50,000
Jun-2031	13,82,50,000
Sep-2031	13,82,50,000
Dec-2031	13,82,50,000
Mar-2032	13,82,50,000
Jun-2032	13,82,50,000
Sep-2032	13,82,50,000
Dec-2032	13,82,50,000
Total	1,38,25,00,000

Interest is charged at 13% p.a.

Note 5: Other Long Term Liabilities

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Others				
(i) Security Deposits				
From Related Parties	6,00,000		-	-
From Others	-	6,00,000	-	-
(ii) Retention Money Payable				
To Related Parties	25,33,57,327		7,70,93,035	
To Others	1,77,48,349	27,11,05,676	44,20,684	8,15,13,719
(iii) Performance Security				
From Related Parties	1,42,31,378		-	-
From Others	5,57,621	1,47,88,999	44,20,684	44,20,684
Total		28,64,94,675		8,59,34,403

Note 6: Other Current Liabilities

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Interest accrued but not due on borrowings				
From Related Parties	6,45,71,179		-	-
From Others	-	6,45,71,179	-	-
(b) Statutory Dues		30,84,048		4,38,73,305
(c) Other Current Liabilities				
To Related Parties	5,33,98,75,757		3,49,49,68,802	
To Others	5,26,314	5,34,04,02,071	2,220	3,49,49,71,022
Total		5,40,80,57,298		3,53,88,44,327



KHED SINNAR EXPRESSWAY LIMITED
Notes forming part of the Financial Statements for the year ended March 31, 2015

Note 7: Fixed assets

Particulars	Balance as at April 1, 2014		Gross block (at cost)		Balance as at March 31, 2015		Depreciation and Amortisation		Net block	
			Additions	Deletions			Charge for the year	Deletions March 31, 2015	Balance as at March 31, 2015	Balance as at March 31, 2014
a) Tangible assets										
Total	-	-	-	-	-	-	-	-	-	-
b) Intangible assets										
Total	-	-	-	-	-	-	-	-	-	-
c) Capital work-in-progress										
Total	-	-	-	-	-	-	-	-	-	-
d) Intangible assets under Development										
Total	4,01,39,94,896	4,34,61,60,791	4,34,61,60,791	-	8,36,01,55,687	-	-	8,36,01,55,687	8,36,01,55,687	4,01,39,94,896
Grand Total	4,01,39,94,896	4,34,61,60,791	4,34,61,60,791	-	8,36,01,55,687	-	-	8,36,01,55,687	8,36,01,55,687	4,01,39,94,896
Previous Year	-	4,01,39,94,896	-	-	4,01,39,94,896	-	-	-	4,01,39,94,896	-



KHED SINNAR EXPRESSWAY LIMITED

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

Note 8: Long Term Loans and Advances

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Other loans and advances				
Unsecured, considered good				
- Inter-corporate deposits	1,000		-	
- Advance payment of taxes (net of provision)	1,00,15,329		-	
- Prepaid Expenses	49,77,838		97,23,905	
- Others (TDS on Works Contract)	1,66,69,062	3,16,63,229	-	97,23,905
Total		3,16,63,229		97,23,905.00

Note 9: Short Term Loans and Advances

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Other loans and advances				
Unsecured, considered good				
- Prepaid expenses	1,08,88,282		66,46,490	
- Other loans and advances	-	1,08,88,282	-	66,46,490
Total		1,08,88,282		66,46,490

Note 10: Trade Receivables

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Trade receivables outstanding for a period less than six months from the date they are due for payment				
Unsecured, considered good				
- Related party	14,14,14,507		8,84,13,686	
- Others				
Other considered doubtful				
Less: Provision for doubtful debt	-	14,14,14,507	-	8,84,13,686
Total		14,14,14,507		8,84,13,686

Note 11: Cash and Cash Equivalents

Particulars	As at March 31, 2015		As at March 31, 2014	
(a) Cash and Cash Equivalents				
Cash in Hand	2,211		1,107	
Balances with Banks in current accounts	1,68,01,272	1,68,03,483	1,26,13,180	1,26,14,287
Total		1,68,03,483		1,26,14,287



KHED SINNAR EXPRESSWAY LIMITED

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

Note 12: Administrative and General Expenses

Particulars	Year ended March 31, 2015		Year ended March 31, 2014	
Legal and Consultation Fees	4,04,276		2,04,280	
Travelling and Conveyance	30,461		-	
Rates and Taxes	39,60,878		4,168	
Bank Commission	411		145	
Registration Expenses	23,76,750		76,11,961	
Printing and Stationery	-		25,704	
Directors' Fees	1,79,776		44,944	
Auditors remuneration	7,88,767		4,93,599	
Miscellaneous expenses	-	77,41,319	665	83,85,466
Total		77,41,319		83,85,466



KHED SINNAR EXPRESSWAY LIMITED

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

Note 13: Earnings per equity share

Particulars	Unit	Year ended March 31, 2015	Year ended March 31, 2014
Profit / (loss) after tax, minority interest and share of associates	-	-77,41,319	-83,85,466
Premium on preference shares	-	-	-
Tax on premium on preference shares	-	-	-
Profit available for Equity Shareholders	-	-77,41,319	-83,85,466
Weighted number of Equity Shares outstanding	Numbers	11,73,19,588	1,49,35,479
Nominal Value of equity shares	-	10	10.00
Basic Earnings per share	-	(0.07)	(0.56)
Equity shares used to compute diluted earnings per share	Numbers	11,73,19,588	1,49,35,479
Diluted Earnings per share	-	(0.07)	(0.56)



KHED SINNAR EXPRESSWAY LIMITED

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

Note 14: Related Party Statement**Current Year**

a Name of related parties and description of relationship

Nature of Relationship	Name of Entity	Acronym used
Holding Company	IL&FS Transportation Network Limited	ITNL
Fellow Subsidiaries	IL&FS Financial Services Limited	IFIN
Fellow Subsidiaries	IL&FS Trust Company Limited	ITCL
Fellow Subsidiaries	IL&FS Securities Services Limited	ISSL

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

Account head	Name of Entity	As at March 31, 2015	As at March 31, 2014
Balances:			
Equity share capital	ITNL	1,50,00,00,000	51,50,00,000
Sundry Creditors	ITNL	5,33,97,83,873	3,35,60,53,152
Retention Money Payable	ITNL	25,33,57,327	7,70,93,035
Performance Security Payable	ITNL	1,42,31,378	-
Performance Guarantee (Refer Foot Note : 1)	ITNL	-	67,41,00,000
Sub Debt	ITNL	1,38,25,00,000	-
Interest Accure but not due	ITNL	6,45,71,179	-
Sundry Creditors	IFIN	91,884	13,89,15,650
Deposit	ITCL	1,000	-
Account head			
	Name of Entity	Year ended March 31, 2015	Year ended March 31, 2014
Transactions:			
Equity Share Capital	ITNL	98,50,00,000	51,50,00,000
Project Development Fees	ITNL	45,00,00,000	1,79,35,00,000
Deputation cost	ITNL	6,36,683	8,73,910
Construction Cost	ITNL	3,78,44,00,311	1,97,73,06,191
Utility Shifting	ITNL	31,90,08,482	-
Retention Money Payable	ITNL	17,62,64,292	7,70,93,035
Performance Security Payable	ITNL	1,42,31,378	-
Interest on Sub Debt	ITNL	7,17,45,755	-
Sub Debt Borrowed	ITNL	1,38,25,00,000	-
Underwriting Fees	IFIN	-	19,38,21,000
Finance Cost	IFIN	1,34,143	-
Security Trustee Fees	ITCL	3,97,108	-
Deposit	ITCL	1,000	-
Legal & Consultation Fees	ISSL	17,454	-
Director Sitting Fees	Ajay Menon	20,000	10,000
Director Sitting Fees	Hari Bhavsar	15,000	-
Director Sitting Fees	Harish Mathur	15,000	-
Director Sitting Fees	Kazim Raza Khan	40,000	10,000
Director Sitting Fees	Krishna D. Ghag	30,000	10,000
Director Sitting Fees	M B Bajulge	40,000	10,000

Foot note

1. Performance Guarantee Given by Holding Company, ITNL on behalf of the company to National Highway Authority of India



KHED SINNAR EXPRESSWAY LIMITED

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

Note 15: Contingent Liabilities, Capital Commitment and Other Information**A) Contingent liabilities : NIL****B) Estimated amount of contracts remaining to be executed on capital and other account :**

Sr No	Name of Party	Description	As at March 31, 2015	As at March 31, 2014
1	IL&FS Transportation Networks Limited	Estimated amount of contracts remaining on capital account and not provided for	10,28,82,93,498	14,07,26,93,809

C) Financial commitments pending to be executed :

Sr No	Name of Party	Description	As at March 31, 2015	As at March 31, 2014
1	IL&FS Trust Company Limited	Security Trusteeship Fees	32,50,000	35,00,000

D) Disclose the amount paid/payable to Auditors :

Sr No	Name of Auditor	Description	As at March 31, 2015	As at March 31, 2014
1	Gianender & Associates	Audit Fees	1,00,000	2,00,000
		Other Services	4,82,000	2,39,300
		Out of Pocket Expenses	20,000	-
		Service Tax on above	74,407	54,299

Note 16: Directors' Remuneration

The Directors have been paid sitting fees for the Board and Committee meetings attended by them. Further, no remuneration has been paid by the Company to the Manager appointed under section 269 of the Companies Act, 1956.

Note 17: Segment Reporting

The Company is a Special purpose vehicle and is engaged in the business of Construction and maintenance of checkpoints and thus operates in a single business and geographical segment. As a result, disclosures required under AS - 17 on "Segment Reporting" have not been given.

Note 18: Deferred Tax

In accordance with the Accounting Standard on "Accounting for Taxes on Income" (AS-22), deferred tax assets and liability should be recognised for all timing differences in accordance with the said standard. However considering the present financial position and requirement of the said Accounting Standard-22 regarding certainty/virtual certainty, the carried forward losses is not provided for as an asset. However, the same will be re-assessed at subsequent Balance Sheet date and will be accounted for in the year of certainty/virtual certainty in accordance with the aforesaid Accounting Standard.

Note 19: Borrowing Cost

Borrowing costs incurred in respect of borrowings made towards construction of the Project assets are treated as a part of Intangible Assets under Development for subsequent capitalization as on commencement of commercial operations of the road. Borrowing costs incurred subsequent to the capitalisation date are charged to the Statement of Profit and Loss. In accordance of Accounting Standard - 16 "Borrowing Costs", income earned on investment (short term) of funds intermittently surplus but inextricably linked with the project is set off against related borrowing cost.

Note 20: Previous period / year

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

In terms of our report attached.**For Gianender & Associates**Chartered Accountants
Firm Registration no. 004661N
Ramesh KoulPartner
Membership Number : 077804Place: Mumbai
Date: April 27, 2015**For and on behalf of the Board**
Director
Director
Chief Financial Officer