

**WEST GUJARAT EXPRESSWAY LIMITED**

**FINANCIAL STATEMENTS**

**2016-2017**

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE BOARD OF DIRECTORS OF WEST GUJARAT EXPRESSWAY LIMITED**

#### **I) Report on the Special Purpose Financial Statements, Hyperion Package and other deliverables as per the referral instructions**

We have audited the accompanying

- 1) Special purpose financial statements of **West Gujarat Expressway Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss (including other Comprehensive Income), the Cash Flow Statement, the Statement of Changes in Equity for the year then ended, First-time adoption of Indian Accounting Standards (Ind AS) reconciliation with SCA financial statements; and a summary of the significant accounting policies and other explanatory information; and
- 2) Hyperion Package, including all the appendices and other deliverables as listed in the referral instructions (GRI) (referred to as the "Reporting Package"). The special purpose financial statements and Reporting Package have been prepared by the Management of the Company based on the Group Referral Instructions (GRI) dated 14-Apr-2017 issued by the Management of IL&FS Transportation Networks Limited ("ITNL" / "Parent Company").

#### **II) Management's Responsibility for the Special Purpose Financial Statements and the Reporting Package**

- 3) 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 special purpose financial statements and the Reporting Package that give a true and fair view of the financial position, financial performance including other comprehensive income and cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with relevant rules issued thereunder, as applicable and the accounting policies as mentioned in the GRI and in accordance with the format of special purpose financial statements and the Reporting Package as given in the GRI and Hyperion System.
- 4) This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; application of appropriate accounting policies as mentioned in GRI; 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 and the Reporting Package that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### **III) Auditor's Responsibility**

- 1) Our responsibility is to express an opinion on these special purpose financial statements and the reporting package based on our audit.



- 2) 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 as per the format given by the parent company's auditor.
- 3) We conducted our audit of the special purpose financial statements and the Reporting Package in accordance with the GRI issued by ITNL, Referral Instructions issued by Deloitte Haskins & Sells LLP and S R B C & CO LLP, parent company joint auditors and in accordance with the Standards on Auditing specified under Section 143(10) of the Act and in accordance with the materiality of Rs. 75,000,000 which is consistent with the materiality mentioned in "Appendix A - Acknowledgement of Referral Instructions" dated 14-Apr-2017 issued to the auditor's parent company. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements and Reporting Package are free from material misstatement.
- 4) An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements and reporting package. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements and reporting package, 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 and reporting package 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 and reporting package.
- 5) We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the special purpose financial statements and reporting package.

#### **IV) Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid special purpose financial statements and the reporting package give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, as applicable and the accounting policies as mentioned in the GRI, of the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss (including other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended.

#### **V) Emphasis of Matter(s)**

We draw attention to :

- a. The following elements of Note 5 of the special purpose financial statements in respect of intangible assets under development under the service concession agreement determined on the basis of :
  - i. Technical evaluations made by experts with respect to:
    - a. The amortisation charge of Rs. 21.65 Crore for the year ended March 31, 2017 in respect of Intangible Assets based on the estimated units of usage and estimated toll rates over respective concession period.



- b. Provision for overlay carried at Rs. 13.87 Crore in respect of intangible assets covered under service concession arrangements and the timing thereof.

Our opinion is not modified in respect of this / these matter(s).

#### **VI) Restriction on Distribution and Use**

The special purpose financial statements, reporting package and our report is intended solely for the Company, the Parent Company and the auditors of the Parent Company for their consideration into the audit of Consolidated Financial Statements and should not be distributed to or used by parties other than the Company, the Parent Company and the auditors of the Parent Company.

#### **VII) Other Matter(s)**

The Company has prepared a separate set of financial statements for the year ended March 31, 2017 in accordance with the Companies Act 2013 on which we have issued a separate Auditor's Report to the members of the Company dated May 10, 2017.

Our opinion is not modified in respect of these matter(s).

#### **VIII) Report on Other Legal and Regulatory Requirements**

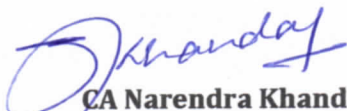
As required by Section 143 (3) of the Act, we also report that:

- 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, the Statement of Profit and Loss (including other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid special purpose financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder, as applicable.
- e) On the basis of the written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Appendix P". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting



- g) With respect to the other matters to be included in the Auditor's Report [in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014]<sup>1</sup>, in our opinion and to the best of our information and according to the explanations given to us:
- i. Based on the best assessment made the Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There are no amount required to be transferred to the Investor Education and Protection Fund by the Company and accordingly the reporting requirements are not applicable.
  - iv. The company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from November 8, 2016 to December 30, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the Company and as produced to us by the Management.

**For MKPS & Associates  
Chartered Accountants  
FRN 302014E**

  
**CA Narendra Khandal  
Partner  
M No. 065025**



**Mumbai, May 10, 2017**

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Special Purpose Financial Statements  
West Gujarat Expressway Limited  
Balance sheet as at March 31, 2017

Particulars	Notes	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
<b>ASSETS</b>				
<b>Non-current Assets</b>				
(a) Property, plant and equipment	5	39,74,125	43,63,531	50,42,180
(b) Intangible assets under SCA	6	3,52,64,92,687	3,74,30,44,656	3,94,07,74,992
(c) Financial assets Other financial assets	8A	9,10,715	9,10,715	9,10,715
<b>Total Non-current Assets</b>		<b>3,53,13,77,527</b>	<b>3,74,83,18,902</b>	<b>3,94,67,27,887</b>
<b>Current Assets</b>				
(a) Financial assets				
(i) Trade receivables	7	3,46,88,899	-	-
(ii) Cash and cash equivalents	9	2,00,70,298	2,94,23,461	2,72,71,459
(iii) Bank balances other than (iii) above	9	7,05,00,000	6,50,00,000	6,40,00,000
(iv) Other financial assets	8B	61,33,449	13,13,92,646	12,64,892
			9,56,88,353	65,167
(b) Current tax assets (Net)	20	1,51,03,539	1,42,47,250	1,36,14,755
(c) Other current assets	10	20,80,514	20,80,311	20,80,275
		<b>14,85,76,699</b>	<b>11,20,15,914</b>	<b>10,70,31,656</b>
<b>Total Current Assets</b>		<b>14,85,76,699</b>	<b>11,20,15,914</b>	<b>10,70,31,656</b>
<b>Total Assets</b>		<b>3,67,99,54,227</b>	<b>3,86,03,34,816</b>	<b>4,05,37,59,544</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
(a) Equity share capital	12	20,00,00,000	20,00,00,000	20,00,00,000
(b) Preference share capital	12	20,00,00,000	20,00,00,000	20,00,00,000
(c) Other Equity	13	(1,14,01,96,626)	(94,21,69,533)	(74,20,53,626)
Equity attributable to owners of the Company		<b>(74,01,96,626)</b>	<b>(54,21,69,533)</b>	<b>(34,20,53,626)</b>
<b>Total Equity</b>		<b>(74,01,96,626)</b>	<b>(54,21,69,533)</b>	<b>(34,20,53,626)</b>
<b>LIABILITIES</b>				
<b>Non-current Liabilities</b>				
(a) Financial Liabilities				
(i) Borrowings	14	1,31,60,63,194	1,42,51,31,020	1,49,28,35,437
(ii) Trade payables	19A	83,72,94,416	63,91,75,686	58,50,69,829
(ii) Other financial liabilities	15A	86,83,55,269	3,02,17,12,879	1,13,42,27,474
			3,19,85,34,180	1,32,84,23,365
(b) Provisions	16A	13,87,18,666	16,50,89,536	10,32,51,186
<b>Total Non-current Liabilities</b>		<b>3,16,04,31,545</b>	<b>3,36,36,23,717</b>	<b>3,50,95,79,818</b>
<b>Current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	18	50,31,00,000	44,99,00,000	39,42,00,000
(ii) Trade payables	19B	10,30,115	25,97,242	4,37,286
(iii) Other financial liabilities	15B	75,17,87,774	1,25,59,17,889	58,62,81,081
			1,03,87,78,323	49,12,17,744
(b) Provisions	16B	-	-	-
(c) Other current liabilities	17	38,01,419	1,02,309	3,78,322
		1,25,97,19,308	1,03,88,80,632	88,62,33,352
<b>Total Current Liabilities</b>		<b>1,25,97,19,308</b>	<b>1,03,88,80,632</b>	<b>88,62,33,352</b>
<b>Total Liabilities</b>		<b>4,42,01,50,853</b>	<b>4,40,25,04,349</b>	<b>4,39,58,13,170</b>
<b>Total Equity and Liabilities</b>		<b>3,67,99,54,227</b>	<b>3,86,03,34,816</b>	<b>4,05,37,59,544</b>

Notes 1 to 32 forms part of the special purpose financial statements

In terms of our report attached.  
For MKPS & Associates  
Chartered Accountants  
Firm Registration No- 302014E

*Narendra Khandal*  
Narendra Khandal  
Partner  
Membership Number- 065025



For and on behalf of the Board

*Rajiv Dubey*  
Mr. Rajiv Dubey  
Director  
DIN :05190718

*Prashant Agarwal*  
Mr. Prashant Agarwal  
Director  
DIN :02348083

*Chief Financial Officer*  
Chief Financial Officer  
Place : mumbai  
Date : 10/5/2017

Place : 10/05/17  
Date :


Special Purpose Financial Statements  
West Gujarat Expressway Limited  
Statement of profit and loss for the year ended March 31, 2017

₹

Particulars	Notes	Year ended March 31, 2017	Year ended March 31, 2016
Revenue from Operations	21	55,17,91,296	53,79,56,576
Other income	22	57,24,519	60,58,570
<b>Total Income</b>		<b>55,75,15,815</b>	<b>54,40,15,146</b>
<b>Expenses</b>			
Operating expenses of SCA	23	15,28,22,638	14,24,43,631
Finance costs	24	36,68,29,509	38,21,56,723
Depreciation and amortisation expense	25	21,69,41,375	19,84,08,985
Other expenses	26	1,89,49,386	2,11,21,713
<b>Total expenses</b>		<b>75,55,42,908</b>	<b>74,41,31,052</b>
Profit before tax		(19,80,27,093)	(20,01,15,906)
Less: Tax expense			
(1) Current tax		-	-
(2) Deferred tax		-	-
<b>Profit for the year</b>		<b>(19,80,27,093)</b>	<b>(20,01,15,906)</b>
Earnings per equity share	27		
(1) Basic (in Rs.)		(9.90)	(10.01)
(2) Diluted (in Rs.)		(9.90)	(10.01)


Notes 1 to 32 forms part of the special purpose financial statements


In terms of our report attached.  
**For MKPS & Associates**  
Chartered Accountants  
Firm Registration No- 302014E

  
Narendra Khandal  
Partner  
Membership Number- 065025



For and on behalf of the Board

  
Mr. Rajiv Dubey  
Director  
DIN :05190718

  
Mr. Prashant Agarwal  
Director  
DIN :02348083

  
Chief Financial Officer

Place :  
Date :

10/05/17

Place : MUMBAI  
Date : 10/5/2017

**Special Purpose Financial Statements**  
**West Gujarat Expressway Limited**  
**Statement of cash flows for the year ended March 31, 2017**

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Particulars	Year ended March 31, 2017	Year ended March 31, 2016
<b>Cash flows from operating activities</b>		
Profit for the year	(19,80,27,093)	(20,01,15,906)
<b>Adjustments for:</b>		
Finance costs recognised in profit or loss	22,11,39,948	22,18,86,140
Investment income recognised in profit or loss	(57,22,008)	(60,58,570)
Depreciation and amortisation of non-current assets (continuing operations)	21,69,41,375	19,84,08,985
Overlay Expense	6,88,28,589	6,18,38,350
Non cash item (Unamortised Borrowing Cost)	42,33,474	39,81,319
	<b>30,73,94,285</b>	<b>27,99,40,318</b>
<b>Movements in working capital:</b>		
(Increase) / Decrease in trade receivables	(3,46,88,899)	-
Increase in other assets & loans and advances (current and non current)	(37,78,955)	(2,66,421)
Increase / Decrease in liabilities (current and non current)	(21,17,96,457)	(19,49,01,284)
Increase/ (Decrease) in trade and other payables	19,65,51,603	5,62,65,813
Increase/(Decrease) in provisions	(9,51,99,459)	-
	<b>(14,89,12,167)</b>	<b>(13,89,01,892)</b>
Cash generated from operations	<b>15,84,82,117</b>	<b>14,10,38,426</b>
Income taxes (paid)/ Refund received	(8,56,289)	(6,32,495)
<b>Net cash generated by operating activities</b>	<b>15,76,25,829</b>	<b>14,04,05,931</b>
<b>Cash flows from investing activities</b>		
Interest received	46,32,202	51,25,230
<b>Net cash (used in)/generated by investing activities</b>	<b>46,32,202</b>	<b>51,25,230</b>
<b>Cash flows from financing activities</b>		
Repayment of long term borrowings	(7,19,38,000)	(4,30,63,000)
Proceeds from short term borrowings	31,20,00,000	33,57,00,000
Repayment of short term borrowings	(25,88,00,000)	(28,00,00,000)
Fixed deposits matured / (placed) as security against borrowings	(55,00,000)	(10,00,000)
Interest paid	(14,73,73,194)	(15,50,16,159)
<b>Net (used in)/ generated in financing activities</b>	<b>(17,16,11,194)</b>	<b>(14,33,79,159)</b>
<b>Net increase/ (decrease) in cash and cash equivalents</b>	<b>(93,53,163)</b>	<b>21,52,002</b>
Cash and cash equivalents at the beginning of the year	2,94,23,461	2,72,71,459
<b>Cash and cash equivalents at the end of the year</b>	<b>2,00,70,298</b>	<b>2,94,23,461</b>


Notes 1 to 32 forms part of the special purpose financial statements


In terms of our report attached.  
**For MKPS & Associates**  
Chartered Accountants  
Firm Registration No- 302014E

  
**Narendra Khandal**  
Partner  
Membership Number- 065025



**For and on behalf of the Board**

  
**Mr. Rajiv Dubey**  
Director  
DIN :05190718

  
**Mr. Prashant Agarwal**  
Director  
DIN :02348083

  
**Chief Financial Officer**

Place :  
Date : 10/05/17

Place : MUMBAI  
Date : 10/5/2017



Ind AS 101 reconciliations

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

	As at March 31, 2016 (End of last period presented under previous SCA)			As at April 1, 2015 (Date of transition)		
	Previous SCA	Effect of transition to Ind AS	As per Ind AS balance sheet	Previous SCA	Effect of transition to Ind AS	As per Ind AS balance sheet
	<b>Non-current assets</b>					
(a) Property, plant and equipment	43,63,531	-	43,63,531	50,42,180	-	50,42,180
(b) Capital work-in-progress						
(c) Investment property						
<b>(d) Intangible assets</b>						
(i) Goodwill						
(ii) under SCA	2,15,42,36,351	1,58,88,08,305	3,74,30,44,656	2,26,23,51,627	1,67,84,23,365	3,94,07,74,992
(iii) others						
(iv) Intangible assets under development						
<b>(e) Financial assets</b>						
(i) Investments						
(ii) Trade receivables						
(iii) Loans	9,10,715	(9,10,715)	-	9,10,715	(9,10,715)	
(iv) Other financial assets		9,10,715	9,10,715		9,10,715	9,10,715
(f) Tax assets						
(i) Deferred Tax Asset (net)						
(ii) Current Tax Asset (Net)	52,73,709	(52,73,709)	-	52,73,709	(52,73,709)	
(g) Other non-current assets	1,91,55,016	(1,91,55,016)	-	1,82,59,235	(1,82,59,235)	
<b>Total non-current assets</b>	<b>2,18,39,39,323</b>	<b>1,56,43,79,579</b>	<b>3,74,83,18,902</b>	<b>2,29,18,37,466</b>	<b>1,65,48,90,422</b>	<b>3,94,67,27,887</b>
<b>Current assets</b>						
(a) Inventories						
(b) Financial assets						
(i) Investments						
(ii) Trade receivables	2,66,385	(2,66,385)	-			
(iii) Cash and cash equivalents	2,94,23,461	-	2,94,23,461	2,72,71,459	-	2,72,71,459
(iv) Bank balances other than (iii) above	6,50,00,000	-	6,50,00,000	6,40,00,000	-	6,40,00,000
(v) Loans	9,98,508	(9,98,508)	-	65,167	(65,167)	-
(vi) Other financial assets		12,64,892	12,64,892		65,167	65,167
(c) Current tax assets (Net)	89,73,541	52,73,709	1,42,47,250	83,41,046	52,73,709	1,36,14,755
(d) Other current assets	63,13,785	(42,33,474)	20,80,311	1,11,90,849	(91,10,574)	20,80,275
	11,09,75,679	10,40,235	11,20,15,914	11,08,68,521	(38,36,865)	10,70,31,656
<b>Total current assets</b>	<b>11,09,75,679</b>	<b>10,40,235</b>	<b>11,20,15,914</b>	<b>11,08,68,521</b>	<b>(38,36,865)</b>	<b>10,70,31,656</b>
<b>Total Assets</b>	<b>2,29,49,15,002</b>	<b>1,56,54,19,814</b>	<b>3,86,03,34,816</b>	<b>2,40,27,05,987</b>	<b>1,65,10,53,556</b>	<b>4,05,37,59,543</b>
<b>Equity</b>						
(a) Equity share capital	20,00,00,000	-	20,00,00,000	20,00,00,000	-	20,00,00,000
(b) Preference share capital	20,00,00,000	-	20,00,00,000	20,00,00,000	-	20,00,00,000
(c) Other Equity	(1,01,44,98,950)	7,23,29,417	(94,21,69,533)	(74,20,53,626)	-	(74,20,53,626)
	(61,44,98,950)	7,23,29,417	(54,21,69,533)	(34,20,53,626)	-	(34,20,53,626)
<b>Total equity</b>	<b>(61,44,98,950)</b>	<b>7,23,29,417</b>	<b>(54,21,69,533)</b>	<b>(34,20,53,626)</b>	<b>-</b>	<b>(34,20,53,626)</b>
<b>Non-current liabilities</b>						
<b>Financial liabilities</b>						
(i) Borrowings	1,44,42,86,000	(1,91,54,980)	1,42,51,31,020	1,51,62,24,000	(2,33,88,563)	1,49,28,35,437
(ii) Trade and other payables		63,91,75,686	63,91,75,686		58,50,69,829	58,50,69,829
(iii) Other financial liabilities		1,13,42,27,474	1,13,42,27,474		1,32,84,23,365	1,32,84,23,365
Provisions	13,28,38,123	3,22,51,413	16,50,89,536	10,32,51,186	-	10,32,51,186
Deferred tax liabilities (Net)						
Other non-current liabilities						
<b>Total non-current liabilities</b>	<b>1,57,71,24,123</b>	<b>1,78,64,99,593</b>	<b>3,36,36,23,717</b>	<b>1,61,94,75,186</b>	<b>1,89,01,04,632</b>	<b>3,50,95,79,818</b>
<b>Current liabilities</b>						
<b>Financial liabilities</b>						
(i) Borrowings	52,18,38,000	(7,19,38,000)	44,99,00,000	43,72,63,000	(4,30,63,000)	39,42,00,000
(ii) Trade and other payables	64,17,72,928	(63,91,75,686)	25,97,242	58,55,07,115	(58,50,69,829)	4,37,286
(iii) Other financial liabilities		58,62,81,081	58,62,81,081		49,12,17,744	49,12,17,744
Provisions						
Current tax liabilities (Net)						
Other current liabilities	16,86,78,900	(16,85,76,591)	1,02,309	10,25,14,311	(10,21,35,989)	3,78,322
	1,33,22,89,828	(29,34,09,196)	1,03,88,80,632	1,12,52,84,426	(23,90,51,074)	88,62,33,352
<b>Total current liabilities</b>	<b>1,33,22,89,828</b>	<b>(29,34,09,196)</b>	<b>1,03,88,80,632</b>	<b>1,12,52,84,426</b>	<b>(23,90,51,074)</b>	<b>88,62,33,352</b>
<b>Total liabilities</b>	<b>2,90,94,13,952</b>	<b>1,49,30,90,397</b>	<b>4,40,25,04,349</b>	<b>2,74,47,59,613</b>	<b>1,65,10,53,557</b>	<b>4,39,58,13,170</b>
<b>Total equity and liabilities</b>	<b>2,29,49,15,002</b>	<b>1,56,54,19,814</b>	<b>3,86,03,34,816</b>	<b>2,40,27,05,986</b>	<b>1,65,10,53,556</b>	<b>4,05,37,59,544</b>



**Reconciliation of total equity as at March 31, 2016 and March 31, 2015**

	As at March 31, 2016	As at April 1, 2015
	(End of last period presented under previous SCA)	(End of comparable Interim period presented under previous SCA)
<b>Total equity / shareholders' funds under previous SCA</b>	<b>(61,44,98,950)</b>	<b>(34,20,53,626)</b>
<b>Adjustments:</b>		
Negative Grant	19,41,95,891	
Overlay	(3,22,51,413)	
Depreciation	(8,96,15,061)	
Preference Shares reclassification		
Impairment - Trade Receivables		
Impairment - Trade Receivables (Existing Provision)		
Impairment - Loans		
Impairment - Loans (Existing Provision)		
Impairment - Advance towards Capital		
Deferred Tax		
FV of Pref shares		
Amortisation reversed		
<b>Total adjustment to equity</b>	<b>7,23,29,417</b>	<b>-</b>
<b>Total equity under Ind AS</b>	<b>(54,21,69,532)</b>	<b>(34,20,53,626)</b>

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

	Year ended March 31, 2016 (Latest period presented under previous SCA)		
	Previous SCA	Effect of transition to Ind AS	Ind AS
	Revenue from Operations	53,79,56,576	-
Other income	60,58,570	(0)	60,58,570
<b>Total Income</b>	<b>54,40,15,146</b>	<b>(0)</b>	<b>54,40,15,146</b>
<b>Expenses</b>			
Cost of materials consumed			
Construction costs			
Operating expenses	46,01,92,218	(31,77,48,587)	14,24,43,631
Employee benefits expense			-
Finance costs	22,79,03,042	15,42,53,681	38,21,56,723
Depreciation and amortisation expense	10,87,93,925	8,96,15,061	19,84,08,985
Impairment loss on financial assets			-
Reversal of impairment on financial assets			-
Other expenses	1,95,71,285	15,50,428	2,11,21,713
<b>Total expenses</b>	<b>81,64,60,470</b>	<b>(7,23,29,417)</b>	<b>74,41,31,052</b>
Profit before tax	<b>(27,24,45,323)</b>	<b>7,23,29,417</b>	<b>(20,01,15,906)</b>
Less: Tax expense			
(1) Current tax			-
(2) Deferred tax			-
			-
<b>Profit for the year</b>	<b>(27,24,45,323)</b>	<b>7,23,29,417</b>	<b>(20,01,15,906)</b>

**Effect of Ind AS adoption on the statement of cash flows for the year ended March 31, 2016**

	Year ended March 31, 2016 (Latest period presented under previous SCA)		
	Previous SCA	Effect of transition to Ind AS	Ind AS
	Net cash flows from operating activities	14,04,05,931	-
Net cash flows from investing activities	41,25,230	10,00,000	51,25,230
Net cash flows from financing activities	(14,23,79,159)	(10,00,000)	(14,33,79,159)
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>21,52,002</b>	<b>(0)</b>	<b>21,52,002</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>2,72,71,459</b>	<b>-</b>	<b>2,72,71,459</b>
Effects of exchange rate changes on the balance of cash held in foreign currencies			-
<b>Cash and cash equivalents at the end of the period</b>	<b>2,94,23,461</b>	<b>-</b>	<b>2,94,23,461</b>



## Statement of changes in equity for the year ended March 31, 2017

a. Equity share capital	For the Year Ended March 31, 2017	For the Year Ended March 31, 2016
Balance as at the beginning of the year	20,00,00,000	20,00,00,000
Changes in equity share capital during the year	-	-
<b>Balance as at end of the year</b>	<b>20,00,00,000</b>	<b>20,00,00,000</b>

b. Preference share capital	For the Year Ended March 31, 2017	For the Year Ended March 31, 2016
Balance as at the beginning of the year	20,00,00,000	20,00,00,000
Changes in equity share capital during the year	-	-
<b>Balance as at end of the year</b>	<b>20,00,00,000</b>	<b>20,00,00,000</b>

## Statement of changes in other equity for the year ended March 31, 2017

b. Other equity	Debenture Redemption Reserve	Capital Reserve	Retained earnings	Total
Balance as at April 1, 2016	20,00,000	18,00,00,000	(1,12,41,69,533)	(94,21,69,533)
Profit for the year	-	-	(19,80,27,093)	(19,80,27,093)
Other comprehensive income for the year, net of income tax	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>(19,80,27,093)</b>	<b>(19,80,27,093)</b>
<b>Balance as at March 31, 2017</b>	<b>20,00,000</b>	<b>18,00,00,000</b>	<b>(1,32,21,96,626)</b>	<b>(1,14,01,96,626)</b>

## Statement of changes in other equity for the year ended March 31, 2016

b. Other equity	Debenture Redemption Reserve	Capital Reserve	Retained earnings	Total
Balance as at April 1, 2015	20,00,000	18,00,00,000	(92,40,53,626)	(74,20,53,626)
Profit for the year	-	-	(20,01,15,906)	(20,01,15,906)
Other comprehensive income for the year, net of income tax	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>(20,01,15,906)</b>	<b>(20,01,15,906)</b>
<b>Balance as at March 31, 2016</b>	<b>20,00,000</b>	<b>18,00,00,000</b>	<b>(1,12,41,69,533)</b>	<b>(94,21,69,533)</b>



5. Property, plant and equipment

Current Year - March 31, 2017

Particulars	Cost or Deemed cost			Accumulated depreciation and impairment			Carrying Amount		
	Balance as at April 1, 2016	Additions	Disposals	Balance at March 31, 2017	Balance as at April 1, 2016	Depreciation expense	Balance at March 31, 2017	As at March 31, 2017	As at March 31, 2016
<b>Property plant and equipment</b>									
Land	5,58,186	-	-	5,58,186	-	-	-	5,58,186	5,58,186
Vehicles	49,37,525	-	-	49,37,525	35,73,078	3,35,716	39,08,794	10,28,731	13,64,447
Data processing equipments	8,68,610	-	-	8,68,610	8,68,595	-	8,68,595	15	15
Office premises	29,47,555	-	-	29,47,555	5,11,222	49,224	5,60,446	23,87,109	24,36,333
Office equipments	14,93,074	-	-	14,93,074	14,93,036	-	14,93,036	38	38
Furniture and fixtures	16,10,311	-	-	16,10,311	16,05,799	4,466	16,10,265	46	4,512
<b>Total</b>	<b>1,24,15,261</b>	<b>-</b>	<b>-</b>	<b>1,24,15,261</b>	<b>80,51,730</b>	<b>3,89,406</b>	<b>84,41,136</b>	<b>39,74,125</b>	<b>43,63,531</b>

Previous Year - March 31, 2016

Particulars	Cost or Deemed cost			Accumulated depreciation and impairment			Carrying Amount		
	Balance as at April 1, 2015	Additions	Disposals	Balance at March 31, 2016	Balance as at April 1, 2015	Depreciation expense	Balance at March 31, 2016	As at March 31, 2016	As at April 1, 2015
<b>Property plant and equipment</b>									
Land	5,58,186	-	-	5,58,186	-	-	-	5,58,186	5,58,186
Vehicles	49,37,525	-	-	49,37,525	32,37,362	3,35,716	35,73,078	13,64,447	17,00,163
Data processing equipments	8,68,610	-	-	8,68,610	8,68,595	-	8,68,595	15	15
Office premises	29,47,555	-	-	29,47,555	4,61,998	49,224	5,11,222	24,36,333	24,85,557
Office equipments	14,93,074	-	-	14,93,074	14,93,036	-	14,93,036	38	38
Furniture and fixtures	16,10,311	-	-	16,10,311	13,12,090	2,93,709	16,05,799	4,512	2,98,221
<b>Total</b>	<b>1,24,15,261</b>	<b>-</b>	<b>-</b>	<b>1,24,15,261</b>	<b>73,73,081</b>	<b>6,78,649</b>	<b>80,51,730</b>	<b>43,63,531</b>	<b>50,42,180</b>



6. Intangible assets

Current Year - March 31, 2017

Particulars	Cost			Accumulated depreciation and impairment			Carrying Amount	
	Balance as at April 1, 2016	Additions from Internal developments	Balance as at March 31, 2017	Balance as at April 1, 2016	Amortisation expense	Balance as at March 31, 2017	As at March 31, 2017	As at March 31, 2016
Rights under service concession arrangements	4,64,14,56,209		4,64,14,56,209	89,84,11,553	21,65,51,969	1,11,49,63,522	3,52,64,92,687	3,74,30,44,656
<b>Total</b>	<b>4,64,14,56,209</b>	<b>-</b>	<b>4,64,14,56,209</b>	<b>89,84,11,553</b>	<b>21,65,51,969</b>	<b>1,11,49,63,522</b>	<b>3,52,64,92,687</b>	<b>3,74,30,44,656</b>

Previous Year - March 31, 2016

Particulars	Cost			Accumulated depreciation and impairment			Carrying Amount	
	Balance as at April 1, 2015	Additions from Internal developments	Balance as at March 31, 2016	Balance as at April 1, 2015	Amortisation expense	Balance as at March 31, 2016	As at March 31, 2016	As at April 1, 2015
Rights under service concession arrangements	4,64,14,56,209		4,64,14,56,209	70,06,81,217	19,77,30,336	89,84,11,553	3,74,30,44,656	3,94,07,74,992
<b>Total</b>	<b>4,64,14,56,209</b>	<b>-</b>	<b>4,64,14,56,209</b>	<b>70,06,81,217</b>	<b>19,77,30,336</b>	<b>89,84,11,553</b>	<b>3,74,30,44,656</b>	<b>3,94,07,74,992</b>



## 7. Trade receivables

## Trade receivables- Current

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Unsecured, considered good	3,46,88,899		
<b>Total</b>	<b>3,46,88,899</b>	<b>-</b>	<b>-</b>

## 8. Other financial assets

## 8A. Other financial assets - Non current

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Others - - Security Deposits	9,10,715	9,10,715	9,10,715
<b>Total</b>	<b>9,10,715</b>	<b>9,10,715</b>	<b>9,10,715</b>

## 8B. Other financial assets - Current

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Others - - Interest accrued and not due - Retention Money Receivable	20,88,312 40,45,137	9,98,507 2,66,385	65,167 -
<b>Total</b>	<b>61,33,449</b>	<b>12,64,892</b>	<b>65,167</b>

## 9. Cash and cash equivalents

For the purposes of the statement of cash flows, cash and cash equivalents include cash on hand and in banks. Cash and cash equivalents at the end of the reporting period as shown in the statement of cash flows can be reconciled to the related items in the balance sheet as follows:

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Balances with Banks	2,00,66,908	2,76,99,959	2,55,18,365
Cash on hand	3,390	17,23,502	17,53,094
<b>Cash and cash equivalents</b>	<b>2,00,70,298</b>	<b>2,94,23,461</b>	<b>2,72,71,459</b>
Balances held as margin money or as security against borrowings	7,05,00,000	6,50,00,000	6,40,00,000
<b>Other bank balances</b>	<b>7,05,00,000</b>	<b>6,50,00,000</b>	<b>6,40,00,000</b>

## 10. Other assets

## Other assets - Current

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Others - - Prepaid expenses - Indirect tax balances	27,299 20,53,215	27,096 20,53,215	27,060 20,53,215
<b>Total</b>	<b>20,80,514</b>	<b>20,80,311</b>	<b>20,80,275</b>



## 11. Construction contracts disclosures

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
<b>Contracts in progress at the end of the reporting period</b>			
Cumulative revenue recognised	20,40,13,174	20,40,13,174	20,40,13,174
Contract revenue recognised as revenue during the period	-	-	-

12. Equity and Preference Share Capital

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Equity Share Capital	20,00,00,000	20,00,00,000	20,00,00,000
Preference Share Capital	20,00,00,000	20,00,00,000	20,00,00,000
<b>Total</b>	<b>40,00,00,000</b>	<b>40,00,00,000</b>	<b>40,00,00,000</b>

Authorised Share capital :			
20,000,000 equity shares of Rs.10 each	20,00,00,000	20,00,00,000	20,00,00,000
20,000,000 Redeemable Optionally Convertible Cumulative Participating Preference Shares of Rs 10/- each	20,00,00,000	20,00,00,000	20,00,00,000
Issued and subscribed capital comprises:			
Equity shares of Rs. 10/- each fully paid up (as at March 31, 2016: Rs. 200,000,000; as at April 1, 2015: Rs. 200,000,000)	20,00,00,000	20,00,00,000	20,00,00,000
2% Redeemable Optionally Convertible Cumulative Participating Preference Shares of Rs.10/- each fully paid up  (as at March 31, 2016: Rs. 200,000,000; as at April 1, 2015: 200,000,000)	20,00,00,000	20,00,00,000	20,00,00,000
<b>Total</b>	<b>40,00,00,000</b>	<b>40,00,00,000</b>	<b>40,00,00,000</b>

12.1.1 Movement of Equity Shares during the year

Particulars	For the Year ended March 31, 2017		For the Year ended March 31, 2016		For the Year ended April 1, 2015	
	Number of shares	Share capital (Amount)	Number of shares	Share capital (Amount)	Number of shares	Share capital (Amount)
Balance at the start of the year	2,00,00,000	20,00,00,000	2,00,00,000	20,00,00,000	2,00,00,000	20,00,00,000
Movements	-	-	-	-	-	-
<b>Balance at the end of the year</b>	<b>2,00,00,000</b>	<b>20,00,00,000</b>	<b>2,00,00,000</b>	<b>20,00,00,000</b>	<b>2,00,00,000</b>	<b>20,00,00,000</b>

Fully paid equity shares, which have a par value of Rs.10, carry one vote per share and carry a right to dividends.

12.1.2 Movement of Preference Shares during the year

Particulars	For the Year ended March 31, 2017		For the Year ended March 31, 2016		For the Year ended April 1, 2015	
	Number of shares	Share capital (Amount)	Number of shares	Share capital (Amount)	Number of shares	Share capital (Amount)
Balance at the start of the year	2,00,00,000	20,00,00,000	2,00,00,000	20,00,00,000	2,00,00,000	20,00,00,000
Movements	-	-	-	-	-	-
<b>Balance at the end of the year</b>	<b>2,00,00,000</b>	<b>20,00,00,000</b>	<b>2,00,00,000</b>	<b>20,00,00,000</b>	<b>2,00,00,000</b>	<b>20,00,00,000</b>

12.2 Details of shares held by the holding company

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
IL&FS Transportation Networks Limited, the holding company	1,47,99,985	1,47,99,985	1,47,99,985
Infrastructure Leasing & Financial Services Limited, the ultimate Holding Company	52,00,015	52,00,015	52,00,015
<b>Total</b>	<b>2,00,00,000</b>	<b>2,00,00,000</b>	<b>2,00,00,000</b>

12.3 Details of shares held by each shareholder holding more than 5% shares

Particulars	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Number of shares held	% holding in the class of shares	Number of shares held	% holding in the class of shares	Number of shares held	% holding in the class of shares
Fully paid equity shares						
IL&FS Transportation Networks Limited (Holding Company by virtue of the right to control the composition of the board of directors and w.e.f. August 23, 2011 holds more than half of the paid up equity capital)	1,47,99,985	74%	1,47,99,985	74%	1,47,99,985	74.00%
Infrastructure Leasing & Financial Services Limited (Holding Company as well as Ultimate Holding Company)	52,00,015	26%	52,00,015	26%	52,00,015	26%
<b>Total</b>	<b>2,00,00,000</b>	<b>100%</b>	<b>2,00,00,000</b>	<b>100%</b>	<b>2,00,00,000</b>	<b>100%</b>

13. Other Equity (excluding non-controlling interests)

Particulars	Year ended March 31, 2017	Year ended March 31, 2016	For April 1, 2015
<b>Retained earnings</b>			
Balance at beginning of year	(1,12,41,69,533)	(92,40,53,626)	(92,40,53,626)
Profit / (Loss) attributable to owners of the Company	(19,80,27,093)	(20,01,15,906)	-
<b>Balance at end of the year</b>	<b>(1,32,21,96,626)</b>	<b>(1,12,41,69,533)</b>	<b>(92,40,53,626)</b>
<b>Capital reserve</b>			
Balance at beginning of year	18,00,00,000	18,00,00,000	18,00,00,000
Movements	-	-	-
<b>Balance at end of the year</b>	<b>18,00,00,000</b>	<b>18,00,00,000</b>	<b>18,00,00,000</b>
<b>Debenture redemption reserve</b>			
Balance at beginning of year	20,00,000	20,00,000	20,00,000
(+) Transfer from balance in Statement of Profit & Loss	-	-	-
<b>Balance at end of the year</b>	<b>20,00,000</b>	<b>20,00,000</b>	<b>20,00,000</b>
<b>Total</b>	<b>(1,14,01,96,626)</b>	<b>(94,21,69,533)</b>	<b>(74,20,53,626)</b>



14. Non-current Borrowings

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
<b>Unsecured – at amortised cost</b>			
Non Convertible Debentures			
- from others	1,25,90,98,000	1,33,62,86,000	1,37,22,24,000
- from related parties	7,20,00,000	10,80,00,000	14,40,00,000
Unamortized Borrowing Cost	(1,50,34,806)	(1,91,54,980)	(2,33,88,563)
<b>Total Non-current borrowings</b>	<b>1,31,60,63,194</b>	<b>1,42,51,31,020</b>	<b>1,49,28,35,437</b>

14.1 Summary of borrowing arrangements

(i) Amounts repayable to related parties of the Company. Interest of 14% per annum is charged on the outstanding loan balances (as at March 31, 2016: 14% per annum; as at April 1, 2015: 14% per annum).

These shall be redeemed / repaid as under:

- a) Non-Convertible Debentures (Related Party):108, (as at March 2016:144, as at April 2015:180).14% Sub-ordinate Non-convertible Debentures of ₹1,000,000/- each  
b) The Non-Convertible Debentures are repayable in balance 20 equated quarterly installments of ₹ 90,00,000 each)

(ii) Company had issued Unsecured Non-Convertible Debentures in three series i.e. Series A, Series B and Series C, as per the provisions of Companies Act, 2013. Interest Rate for Series A is 10.2%, Series B is 11.05% and Series C is 8%. The average effective interest rate on these loans is 10.82 % per annum (as at March 31, 2016: 10.82% per annum).

1. The details of Unsecured Redeemable Non-Convertible Debentures [NCDs] :

Series of NCDs	Face value per NCD (₹)	Rate of Interest % p.a.	Terms of repayment	Date of redemption	No. of NCDs Issued	No. of NCDs outstanding	No. of NCDs outstanding	No. of NCDs outstanding
						As at March 31, 2017	As at March 31, 2016	As at March 31, 2015
Series A	1,00,000	10.20	Quarterly	30 April / July / Oct / Jan	5250	4,620	4,935	4,961
Series B	1,00,000	11.05	Quarterly	30 April / July / Oct / Jan	976	961	966.24	971
Series C	1,00,000	8.00	Quarterly	30 April / July / Oct / Jan	7900	7,782	7,821	7,861
IL&FS Ltd	10,00,000	14.00	Quarterly	30 June / Sep / Dec / Mar	360	108	144	180
<b>Total</b>					<b>14,486</b>	<b>13,471</b>	<b>13,866</b>	<b>13,973</b>

2. Age-wise analysis and Repayment terms of the Company's Long term Borrowings are as below:

Particulars	As at March 31, 2017	As at March 31, 2016	As at March 31, 2015	As at March 31, 2017	As at March 31, 2016	As at March 31, 2015
	₹	₹	₹	Frequency of Repayment	Frequency of Repayment	Frequency of Repayment
Upto 1 Year	7,71,88,000	7,19,38,000	4,30,63,000	Quarterly	Quarterly	Quarterly
1 - 3 Years	11,50,01,000	12,02,51,000	14,91,26,000	Quarterly	Quarterly	Quarterly
3 - 5 Years	68,92,05,000	39,97,48,000	11,50,01,000	Quarterly	Quarterly	Quarterly
More than 5 Years	56,28,92,000	92,42,87,000	1,25,20,97,000	Quarterly	Quarterly	Quarterly
<b>Total</b>	<b>1,44,42,86,000</b>	<b>1,51,62,24,000</b>	<b>1,55,92,87,000</b>			





15. Other financial liabilities

15A. Other financial liabilities - Non Current

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Premium payable to NHAI	86,83,55,269	1,13,42,27,474	1,32,84,23,365
<b>Total</b>	<b>86,83,55,269</b>	<b>1,13,42,27,474</b>	<b>1,32,84,23,365</b>

15B. Other financial liabilities - Current

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
(a) Current maturities of Non Convertible Debentures - Unsecured			
- from others	7,71,88,000	3,59,38,000	70,63,000
- from related parties	3,60,00,000	3,60,00,000	3,60,00,000
- Unamortized Borrowing Cost	(41,20,210)	(42,33,510)	(39,81,246)
(b) Interest accrued but not due			
-To Related Parties	24,15,62,617	16,77,95,862	10,09,25,881
(c) Others -			
- Retention money payable	-	-	4,55,538
- Expenses Payable	8,69,367	4,92,729	4,66,571
-Security Deposit	2,88,000	2,88,000	2,88,000
-Premium payable to NHAI	40,00,00,000	35,00,00,000	35,00,00,000
<b>Total</b>	<b>75,17,87,774</b>	<b>58,62,81,081</b>	<b>49,12,17,744</b>

16. Provisions

16A. Provisions - Non current

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Provision for Overlay (see 16A.1)	13,87,18,666	16,50,89,536	10,32,51,186
<b>Total</b>	<b>13,87,18,666</b>	<b>16,50,89,536</b>	<b>10,32,51,186</b>

16.1 Other Provision

16A.1 Other Provision- Non Current

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
	Provision for overlay	Provision for overlay	Provision for overlay
Balance at the beginning of the year	16,50,89,536	10,32,51,186	10,32,51,186
Additional provisions recognised	7,55,19,498	6,18,38,350	-
Reductions arising from payments/other	(10,18,90,368)	-	-
<b>Balance at the end of the year</b>	<b>13,87,18,666</b>	<b>16,50,89,536</b>	<b>10,32,51,186</b>



West Gujarat Expressway Limited  
Notes forming part of the Special Purpose Financial Statements for the year ended March 31, 2017

17. Other current liabilities

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Others -Statutory dues	38,01,419	1,02,309	3,78,322
<b>Total</b>	<b>38,01,419</b>	<b>1,02,309</b>	<b>3,78,322</b>

18. Current Borrowings

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
<b>Unsecured - at amortised cost</b>			
Loans from related parties	50,31,00,000	44,99,00,000	39,42,00,000
<b>Total</b>	<b>50,31,00,000</b>	<b>44,99,00,000</b>	<b>39,42,00,000</b>

Amounts repayable to related parties of the Company. Interest of 13.25% - 13.90% per annum is charged on the outstanding loan balances (as at March 31, 2016: 13.30% per annum; as at April 1, 2015: 13.30% per annum).

19. Trade payables

19A. Trade payables - Non Current

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Trade payables -To Related Parties	83,72,94,416	63,91,75,686	58,50,69,829
<b>Total</b>	<b>83,72,94,416</b>	<b>63,91,75,686</b>	<b>58,50,69,829</b>

19B. Trade payables - Current

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Trade payables -To Others	10,30,115	25,97,242	4,37,286
<b>Total</b>	<b>10,30,115</b>	<b>25,97,242</b>	<b>4,37,286</b>

20. Current tax assets and liabilities

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
<b>Current tax assets</b>			
Others - Advance Payment of taxes	1,51,03,539	1,42,47,250	1,36,14,755
	1,51,03,539	1,42,47,250	1,36,14,755
Current Tax Assets (current portion)	1,51,03,539	1,42,47,250	1,36,14,755
Current Tax Assets (non-current portion)			



21. Revenue from operations

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Toll revenue	55,17,91,296	53,79,56,576
<b>Total</b>	<b>55,17,91,296</b>	<b>53,79,56,576</b>

Foot Note :

Consequent upon the de-monetisation of specified currency notes by the Hon'ble Prime Minister, toll collection had been suspended from 9th Nov 2016 till midnight of 2nd / 3rd Dec 2016 for which the company has raised claims on NHAI for reimbursement of the expenses incurred during this period as per the provisions of the Concession Agreement entered into between the company and NHAI read along with NHAI circular dated 29/11/2016 in this regard. Amount of Rs. 3,85,56,561/- claimed, being contractually enforceable and certain of recovery.

22. Other Income

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
a) Interest Income Bank deposits	57,22,008	60,58,570
b) Other Non-Operating Income Miscellaneous income	2,511	-
<b>Total</b>	<b>57,24,519</b>	<b>60,58,570</b>

23. Operating Expenses

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Operation and maintenance expenses	3,07,89,084	2,96,04,888
Periodic maintenance expenses	6,88,28,589	6,18,38,350
Toll plaza expenses	5,32,04,965	5,10,00,393
<b>Total</b>	<b>15,28,22,638</b>	<b>14,24,43,631</b>

24. Finance costs

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
(a) Interest costs - Interest on Debentures (other than those from related parties)	12,16,38,887	12,42,12,294
Interest on Debentures (from related parties)	1,82,75,177	2,33,73,864
Interest on loans from related parties	8,12,25,884	7,42,99,982
<b>Total</b>	<b>22,11,39,948</b>	<b>22,18,86,140</b>
(b) Other borrowing costs	14,56,89,561	16,02,70,583
<b>Total (a+b)</b>	<b>36,68,29,509</b>	<b>38,21,56,723</b>

25. Depreciation and amortisation expense

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Depreciation of property, plant and equipment	3,89,406	6,78,649
Amortisation of intangible assets	21,65,51,969	19,77,30,336
<b>Total depreciation and amortisation pertaining to continuing operations</b>	<b>21,69,41,375</b>	<b>19,84,08,985</b>

26. Other expenses

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Travelling and conveyance	60,002	1,44,090
Legal and consultation fees	78,53,047	78,92,120
Rates and taxes	5,06,147	1,14,445
Repairs and Maintenance	4,42,765	13,16,371
Communication expenses	52,004	58,628
Insurance	58,66,875	58,35,117
Printing and Stationary	11,07,188	19,30,140
Directors Fees	3,55,950	3,98,138
Bank Commission	14,18,182	15,50,428
Advertisement Expenses	7,89,592	11,28,874
Auditor's Remuneration (see 26.1)	4,72,878	6,45,779
Miscellaneous expenses	24,756	1,07,583
<b>Total</b>	<b>1,89,49,386</b>	<b>2,11,21,713</b>

26.1 Auditor's Remuneration

Payments to auditors	Year ended March 31, 2017	Year ended March 31, 2016
a) For audit (excl. service tax)	2,00,000	2,29,000
b) For other services (incl. service tax)	2,52,600	4,16,779
c) For reimbursement of expenses (incl. service tax)	20,278	-
<b>Total</b>	<b>4,72,878</b>	<b>6,45,779</b>



**West Gujarat Expressway Limited**

Notes forming part of the Special Purpose Financial Statements for the year ended March 31, 2017

**27. Earnings per share**

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
<b>From Continuing operations</b>	<b>Rs. per share</b>	<b>Rs. per share</b>
Basic earnings per share	(9.90)	(10.01)
Diluted earnings per share	(9.90)	(10.01)

**27.1 Basic Earnings per share**

The earnings and weighted average number of equity shares used in the calculation of basic earnings per share are as follows.

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Profit for the period attributable to owners of the Company (A)	(19,80,27,093)	(20,01,15,906)
Weighted average number of equity shares for the purposes of basic earnings per share (B)	2,00,00,000	2,00,00,000
<b>Basic Earnings per share (A/B)</b>	<b>(9.90)</b>	<b>(10.01)</b>

**27.2 Diluted earnings per share**

The earnings used in the calculation of diluted earnings per share are as follows.

The weighted average number of equity shares for the purpose of diluted earnings per share reconciles to the weighted average number of equity shares used in the calculation of basic earnings per share as follows:

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Earnings used in the calculation of basic earnings per share	(19,80,27,093)	(20,01,15,906)
Adjustments (describe)		
<b>Earnings used in the calculation of diluted earnings per share (A)</b>	<b>(19,80,27,093)</b>	<b>(20,01,15,906)</b>
Weighted average number of equity shares used in the calculation of basic earnings per share	2,00,00,000	2,00,00,000
Adjustments [describe]		
<b>Weighted average number of equity shares used in the calculation of diluted earnings per share (B)</b>	<b>2,00,00,000</b>	<b>2,00,00,000</b>
<b>Diluted earnings per share (A/B)</b>	<b>(9.90)</b>	<b>(10.01)</b>



28. Financial Instruments

28.1 Capital management

The company manages its capital to ensure that it will be able to continue as going concern while maximising the return to shareholders and also complying with the ratios stipulated in the loan agreements through the optimisation of debt and equity balance.

The capital structure of the company consists of debt (borrowings as detailed in notes ) and equity of the Company (comprising issued capital, reserves and subordinated debt from the immediate Parent Company).

28.1.1 Capital Gearing ratio

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

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2016
Debt	1,92,82,30,984	1,94,27,35,510	1,92,61,17,191
Cash and bank balances	9,05,70,298	9,44,23,461	9,12,71,459
<b>Net debt (A)</b>	<b>1,83,76,60,686</b>	<b>1,84,83,12,049</b>	<b>1,83,48,45,732</b>
<b>Equity (B)</b>	<b>(74,01,96,626)</b>	<b>(64,21,69,633)</b>	<b>(34,20,53,626)</b>
<b>Net debt to equity ratio (A/B)</b>	<b>(2.48)</b>	<b>(3.41)</b>	<b>(5.36)</b>

- (a) Debt is defined as long-term, current maturity of long term and short term borrowings  
(b) Equity includes all capital and reserves of the Company that are managed as capital.

28.2 Categories of financial Instruments

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2016
<b>Financial assets</b>			
Cash and bank balances	9,05,70,298	9,44,23,461	9,12,71,459
Financial Assets measured at amortised cost	4,17,33,063	21,75,607	9,75,882
<b>Financial liabilities</b>			
<b>Financial Liabilities measured at amortised cost</b>			
(i) Borrowings	1,92,82,30,984	1,94,27,35,510	1,92,61,17,191
(ii) Trade payables	83,83,24,531	64,17,72,928	58,55,07,115
(iii) Other financial liabilities	1,51,02,05,866	1,65,23,11,336	1,76,00,92,784

28.3 Financial risk management objectives

The company's financial risks mainly include market risk (interest rate risk), credit risk and liquidity risk.

28.4 Market risk

The company's activities expose it primarily to the financial risks of changes in interest rates. There has been no change to the company's exposure to market risks or the manner in which these risks are managed and measured.

28.5 Interest rate risk management

The company is exposed to interest rate risk because it borrows funds primarily at floating interest rates. However, the interest rates are dependent on prime lending rates of the Banks which are not expected to change very frequently and the estimate of the management is that these will not have a significant upward trend.

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

28.5.1 Interest rate sensitivity analysis

The sensitivity analyses below have been determined based on the exposure to interest rates for borrowings at the end of the reporting period. For floating rate liabilities, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point increase or decrease is used when reporting interest rate risk internally and represents management's assessment of the reasonably possible change in interest rates. For fixed rate liabilities, sensitivity analysis is not required.



**28.6 Credit risk management**

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the company. The company has adopted a policy of only dealing with creditworthy counterparties. The Management believes that the credit risk is negligible since its main receivable is from the grantors of the concession which is a government authority.

**28.7 Liquidity risk management**

**28.7.1 Liquidity and interest risk tables**

The following table details the company's remaining contractual maturity for its financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the company can be required to pay. The tables include both interest and principal cash flows. To the extent that interest flows are floating rate, the undiscounted amount is derived from interest rate prevailing at the end of the reporting period. The contractual maturity is based on the earliest date on which the company may be required to pay.

Particulars	March 31, 2017		March 31, 2016		April 1, 2015	
	Non-Interest bearing	Fixed Interest rate Instruments	Non-Interest bearing	Fixed Interest rate Instruments	Non-Interest bearing	Fixed Interest rate Instruments
Weighted average effective Interest rate (%)						
Less than 1 Year	1,23,83,24,531	78,88,34,533	99,17,72,928	22,01,85,665	93,55,07,115	59,83,37,707
1-3 Year	1,11,02,05,888	40,68,39,553	1,30,23,11,336	86,48,52,714	1,43,00,92,784	43,74,33,751
3 Year to 5 year	-	97,80,02,216	-	63,08,91,548	-	37,49,85,023
5+ years	-	77,46,27,754	-	1,03,52,46,537	-	1,46,74,47,580
<b>Total</b>	<b>2,34,85,30,417</b>	<b>2,94,83,04,056</b>	<b>2,29,40,84,264</b>	<b>2,76,11,76,465</b>	<b>2,36,55,99,900</b>	<b>2,87,82,04,061</b>
Carrying amount	2,34,85,30,417	1,92,82,30,984	2,29,40,84,264	1,94,27,35,510	2,36,55,99,900	1,92,61,17,191
Weighted Average Interest Rate						

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

Particulars	March 31, 2017	March 31, 2016	March 31, 2015
	Fixed Interest rate Instruments	Fixed Interest rate Instruments	Fixed Interest rate Instruments
Weighted average effective Interest rate (%)			
Less than 1 Year			
1-3 Year			
3 Year to 5 year			
5+ years			
<b>Total</b>	-	-	-
Carrying amount			
Weighted Average Interest Rate			

**28.8 Fair value measurements**

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

**28.8.1 Fair value of the Company's financial assets and financial liabilities that are measured at fair value on a recurring basis**

Some of the company's financial assets and financial liabilities are measured at fair value at the end of each reporting period. The following table gives information about how the fair values of these financial assets and financial liabilities are determined (in particular, the valuation technique(s) and inputs used).

Financial assets/ financial liabilities	Fair value			Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable Input(s)	Relationship of unobservable Inputs to fair value
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015				
Financial Liabilities							

There were no transfers between Level 1 and 2 in the period.

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

Except as detailed in the following table, the directors consider that the carrying amounts of financial assets and financial liabilities recognised in the financial statements approximate their fair values.

	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	Carrying amount	Fair value	Carrying amount	Fair value	Carrying amount	Fair value
Financial assets						Nil
Financial liabilities						Nil



**West Gujarat Expressway Limited**

Notes forming part of the Special Purpose Financial Statements for the year ended March 31, 2017

**29. Commitments for expenditure**

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for			
i) Periodic Maintenance Expenses (Overlay)	50,15,75,488	60,34,65,856	60,34,65,856
ii) Operation & Maintenance Expenses	80,19,90,218	83,27,79,302	83,27,79,302
<b>Total</b>	<b>1,30,35,65,706</b>	<b>1,43,62,45,158</b>	<b>1,43,62,45,158</b>

**30. Contingent liabilities**

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Claims against the Company not acknowledged as debt			
i) Arrears of dividend on 2% Redeemable Optionally Convertible Cumulative Participating Preference Shares including dividend tax thereon:	4,53,58,529	4,07,09,629	4,07,09,629
ii) For Assessment Year 2008-09 for which the Company's appeal is pending with the appellate authority	48,50,383	48,50,383	48,50,383
iii) Demand for the period April, 2006 to February, 2008 from the Office of the Deputy Commissioner, Commercial Tax Office, Gujarat	7,82,69,586	7,82,69,586	7,82,69,586



**West Gujarat Expressway Limited**

Notes forming part of the Special Purpose Financial Statements for the year ended March 31, 2017

**31. Related Party Disclosures****As at March 31, 2017**

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 IL&FS Transportation Networks Limited	IL&FS Ltd ITNL
Fellow Subsidiaries (Only with whom there have been transaction during the year/ there was balance outstanding at the year end)	Elsamex Maintenance Services Limited ISSL CPG BPO Private Limited	EMSL ISSL
Key Management Personnel ("KMP")	Mr. Ritesh Kumar Singh Mr. Anand Mhaddalkar Mr. Avinash Bagul Mr. Prashant Agarwal Mr. Rajiv Dubey	Manager Chief Financial Officer Director Director Director

**As at March 31, 2016**

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 IL&FS Transportation Networks Limited	IL&FS Ltd ITNL
Fellow Subsidiaries (Only with whom there have been transaction during the year/ there was balance outstanding at the year end)	ISSL CPG BPO Private Limited	ISSL
Key Management Personnel ("KMP")	Mr. Ritesh Kumar Singh Mr. Anand Mhaddalkar Mr. Avinash Bagul Mr. Prashant Agarwal Mr. Rajiv Dubey Mr. Geroge Cherian	Manager Chief Financial Officer Director Director Director Director





Related Party Disclosures (contd.)

Year ended March 31, 2017

(b) transactions/ balances with above mentioned related parties (mentioned in note 31 above)

Particulars	IL&FS	ITNL	EMSL	ISSL	Mr. Avinash Bagul	Mr. Prashant Agarwal	Mr. Rajiv Dubey	Total
<b>Balance</b>								
Preference share Capital with Premium	-	20,00,00,000	-	-	-	-	-	20,00,00,000
Equity share Capital with Premium	5,20,00,150	14,79,99,850	-	-	-	-	-	20,00,00,000
Interest Accrued and not due	-	24,15,62,617	-	-	-	-	-	24,15,62,617
Non Convertible Debentures - Non Current	7,20,00,000	-	-	-	-	-	-	7,20,00,000
Non Convertible Debentures - Current	3,60,00,000	-	-	-	-	-	-	3,60,00,000
Short-term Borrowings	-	50,31,00,000	-	-	-	-	-	50,31,00,000
Trade Payable	-	83,72,94,416	-	-	-	-	-	83,72,94,416
Trade Receivable	-	-	6,85,924	-	-	-	-	6,85,924
<b>Transactions during the year</b>								
Borrowings	-	31,20,00,000	-	-	-	-	-	31,20,00,000
Director Remuneration	-	-	-	-	40,000	70,000	30,000	1,40,000
Interest on Debentures	1,82,75,177	-	-	-	-	-	-	1,82,75,177
Interest on Loans	-	8,12,25,884	-	-	-	-	-	8,12,25,884
Redemption / Repayments	3,60,00,000	25,88,00,000	-	-	-	-	-	29,48,00,000
Operation & Maintenance Expenses	-	3,07,89,084	-	-	-	-	-	3,07,89,084
Toll Plaza Expenses	-	4,97,17,553	-	-	-	-	-	4,97,17,553
Insurance	-	57,50,000	-	-	-	-	-	57,50,000
Deputation	-	24,54,598	-	-	-	-	-	24,54,598
Independent Engineer Fees	-	34,50,000	-	-	-	-	-	34,50,000
Toll Revenue	-	-	6,39,24,986	-	-	-	-	6,39,24,986
Legal & Consultation Charges	-	-	-	18,400	-	-	-	18,400
Rates & taxes	-	-	-	3,000	-	-	-	3,000
Overlay Expense	-	10,18,90,368	-	-	-	-	-	10,18,90,368

Year ended March 31, 2016

(b) transactions/ balances with above mentioned related parties (mentioned in note 31 above)

Particulars	IL&FS	ITNL	ISSL	Mr. Avinash Bagul	Mr. Prashant Agarwal	Mr. Rajiv Dubey	Mr. Geroge Cherian	Total
<b>Balance</b>								
Preference share Capital with Premium	-	20,00,00,000	-	-	-	-	-	20,00,00,000
Equity share Capital with Premium	5,20,00,150	14,79,99,850	-	-	-	-	-	20,00,00,000
Interest Accrued and not due	-	16,77,95,862	-	-	-	-	-	16,77,95,862
Non Convertible Debentures - Non Current	10,80,00,000	-	-	-	-	-	-	10,80,00,000
Non Convertible Debentures - Current	3,60,00,000	-	-	-	-	-	-	3,60,00,000
Short-term Borrowings	-	44,99,00,000	-	-	-	-	-	44,99,00,000
Trade Payables	-	63,91,75,686	-	-	-	-	-	63,91,75,686
<b>Transactions during the year</b>								
Borrowings	-	33,57,00,000	-	-	-	-	-	33,57,00,000
Director Remuneration	-	-	-	30,000	10,000	40,000	90,000	1,70,000
Interest on Debentures	2,33,73,864	-	-	-	-	-	-	2,33,73,864
Interest on Loans	-	7,42,99,982	-	-	-	-	-	7,42,99,982
Redemption / Repayments	3,60,00,000	28,00,00,000	-	-	-	-	-	31,60,00,000
Operation & Maintenance Expenses	-	2,96,04,888	-	-	-	-	-	2,96,04,888
Toll Plaza Expenses	-	4,73,96,959	-	-	-	-	-	4,73,96,959
Insurance	-	57,12,500	-	-	-	-	-	57,12,500
Deputation	-	22,79,737	-	-	-	-	-	22,79,737
Independent Engineer Fees	-	34,27,500	-	-	-	-	-	34,27,500
Legal & Consultation Charges	-	-	17,175	-	-	-	-	17,175
Rates & Taxes	-	-	600	-	-	-	-	600



31. Note on Demonetization

Specified Bank Notes (SBN) held and transacted  
during the period 08/11/2016 to 30/12/2016 as provided in the Table below:-

	SBN Denominations Notes	SBN Amount	Other Denomination Notes	Other Denomination Amount	Total
Closing cash in hand as on 08.11.2016	3,506	19,79,000	40,267	2,59,630	22,38,630
(+) Permitted receipts	13,862	72,10,500	3,59,816	4,01,28,921	4,73,39,421
(-) Permitted payments	-	-	-	-	-
(-) Amount Deposited	17,368	91,89,500	1,64,706	3,51,48,840	4,43,38,340
Closing cash in hand as on 30.12.2016	-	-	2,35,330	52,39,711	52,39,711



**West Gujarat Expressway Limited**

Notes forming part of the Special Purpose Financial Statements for the year ended March 31, 2017

**29. Commitments for expenditure**

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for			
i) Periodic Maintenance Expenses (Overlay)	50,15,75,488	60,34,65,856	60,34,65,856
ii) Operation & Maintenance Expenses	80,19,90,218	83,27,79,302	83,27,79,302
<b>Total</b>	<b>1,30,35,65,706</b>	<b>1,43,62,45,158</b>	<b>1,43,62,45,158</b>

**30. Contingent liabilities**

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Claims against the Company not acknowledged as debt			
i) Arrears of dividend on 2% Redeemable Optionally Convertible Cumulative Participating Preference Shares including dividend tax thereon:	4,53,58,529	4,07,09,629	4,07,09,629
ii) For Assessment Year 2008-09 for which the Company's appeal is pending with the appellate authority	48,50,383	48,50,383	48,50,383
iii) Demand for the period April, 2006 to February, 2008 from the Office of the Deputy Commissioner, Commercial Tax Office, Gujarat	7,82,69,586	7,82,69,586	7,82,69,586



## 31. Related Party Disclosures

As at March 31, 2017

Name of the Related Parties and Description of Relationship:

Nature of Relationship	Name of Entity	Abbreviation used
Holding Company	Infrastructure Leasing & Financial Services Limited IL&FS Transportation Networks Limited	IL&FS Ltd ITNL
Fellow Subsidiaries (Only with whom there have been transaction during the year/ there was balance outstanding at the year end)	Elsamex Maintenance Services Limited ISSL CPG BPO Private Limited	EMSL ISSL
Key Management Personnel ("KMP")	Mr. Ritesh Kumar Singh Mr. Anand Mhaddalkar Mr. Avinash Bagul Mr. Prashant Agarwal Mr. Rajiv Dubey	Manager Chief Financial Officer Director Director Director

As at March 31, 2016

Name of the Related Parties and Description of Relationship:

Nature of Relationship	Name of Entity	Abbreviation used
Holding Company	Infrastructure Leasing & Financial Services Limited IL&FS Transportation Networks Limited	IL&FS Ltd ITNL
Fellow Subsidiaries (Only with whom there have been transaction during the year/ there was balance outstanding at the year end)	ISSL CPG BPO Private Limited	ISSL
Key Management Personnel ("KMP")	Mr. Ritesh Kumar Singh Mr. Anand Mhaddalkar Mr. Avinash Bagul Mr. Prashant Agarwal Mr. Rajiv Dubey Mr. Geroge Cherian	Manager Chief Financial Officer Director Director Director Director



Related Party Disclosures (contd.)

Year ended March 31, 2017

(b) transactions/ balances with above mentioned related parties (mentioned in note 31 above)

Particulars	IL&FS	ITNL	EMSL	ISSL	Mr. Avinash Bagul	Mr. Prashant Agarwal	Mr. Rajiv Dubey	Total
<b>Balance</b>								
Preference share Capital with Premium	-	20,00,00,000	-	-	-	-	-	20,00,00,000
Equity share Capital with Premium	5,20,00,150	14,79,99,850	-	-	-	-	-	20,00,00,000
Interest Accrued and not due	-	24,15,62,617	-	-	-	-	-	24,15,62,617
Non Convertible Debentures - Non Current	7,20,00,000	-	-	-	-	-	-	7,20,00,000
Non Convertible Debentures - Current	3,60,00,000	-	-	-	-	-	-	3,60,00,000
Short-term Borrowings	-	50,31,00,000	-	-	-	-	-	50,31,00,000
Trade Payable	-	83,72,94,416	-	-	-	-	-	83,72,94,416
Trade Receivable	-	-	6,85,924	-	-	-	-	6,85,924
<b>Transactions during the year</b>								
Borrowings	-	31,20,00,000	-	-	-	-	-	31,20,00,000
Director Remuneration	-	-	-	-	40,000	70,000	30,000	1,40,000
Interest on Debentures	1,82,75,177	-	-	-	-	-	-	1,82,75,177
Interest on Loans	-	8,12,25,884	-	-	-	-	-	8,12,25,884
Redemption / Repayments	3,60,00,000	25,88,00,000	-	-	-	-	-	29,48,00,000
Operation & Maintenance Expenses	-	3,07,89,084	-	-	-	-	-	3,07,89,084
Toll Plaza Expenses	-	4,97,17,553	-	-	-	-	-	4,97,17,553
Insurance	-	57,50,000	-	-	-	-	-	57,50,000
Deputation	-	24,54,598	-	-	-	-	-	24,54,598
Independent Engineer Fees	-	34,50,000	-	-	-	-	-	34,50,000
Toll Revenue	-	-	6,39,24,986	-	-	-	-	6,39,24,986
Legal & Consultation Charges	-	-	-	18,400	-	-	-	18,400
Rates & taxes	-	-	-	3,000	-	-	-	3,000
Overlay Expense	-	10,18,90,368	-	-	-	-	-	10,18,90,368

Year ended March 31, 2016

(b) transactions/ balances with above mentioned related parties (mentioned in note 31 above)

Particulars	IL&FS	ITNL	ISSL	Mr. Avinash Bagul	Mr. Prashant Agarwal	Mr. Rajiv Dubey	Mr. Geroge Cherian	Total
<b>Balance</b>								
Preference share Capital with Premium	-	20,00,00,000	-	-	-	-	-	20,00,00,000
Equity share Capital with Premium	5,20,00,150	14,79,99,850	-	-	-	-	-	20,00,00,000
Interest Accrued and not due	-	16,77,95,862	-	-	-	-	-	16,77,95,862
Non Convertible Debentures - Non Current	10,80,00,000	-	-	-	-	-	-	10,80,00,000
Non Convertible Debentures - Current	3,60,00,000	-	-	-	-	-	-	3,60,00,000
Short-term Borrowings	-	44,99,00,000	-	-	-	-	-	44,99,00,000
Trade Payables	-	63,91,75,686	-	-	-	-	-	63,91,75,686
<b>Transactions during the year</b>								
Borrowings	-	33,57,00,000	-	-	-	-	-	33,57,00,000
Director Remuneration	-	-	-	30,000	10,000	40,000	90,000	1,70,000
Interest on Debentures	2,33,73,864	-	-	-	-	-	-	2,33,73,864
Interest on Loans	-	7,42,99,982	-	-	-	-	-	7,42,99,982
Redemption / Repayments	3,60,00,000	28,00,00,000	-	-	-	-	-	31,60,00,000
Operation & Maintenance Expenses	-	2,96,04,888	-	-	-	-	-	2,96,04,888
Toll Plaza Expenses	-	4,73,96,959	-	-	-	-	-	4,73,96,959
Insurance	-	57,12,500	-	-	-	-	-	57,12,500
Deputation	-	22,79,737	-	-	-	-	-	22,79,737
Independent Engineer Fees	-	34,27,500	-	-	-	-	-	34,27,500
Legal & Consultation Charges	-	-	17,175	-	-	-	-	17,175
Rates & Taxes	-	-	600	-	-	-	-	600



32. Note on Demonetization

Specified Bank Notes (SBN) held and transacted  
during the period 08/11/2016 to 30/12/2016 as provided in the Table below:-

	SBN Denominations Notes	SBN Amount	Other Denomination Notes	Other Denomination Amount	Total
Closing cash in hand as on 08.11.2016	3,506	19,79,000	40,267	2,59,630	22,38,630
(+) Permitted receipts	13,862	72,10,500	3,59,816	4,01,28,921	4,73,39,421
(-) Permitted payments	-	-	-	-	-
(-) Amount Deposited	17,368	91,89,500	1,64,706	3,51,48,840	4,43,38,340
Closing cash in hand as on 30.12.2016	-	-	2,35,330	52,39,711	52,39,711



**SPECIAL PURPOSE FINANCIAL STATEMENTS  
WEST GUJARAT EXPRESSWAY LIMITED**

**Audit for the year ended March 31, 2017**

Differences in Accounting Policies & Disclosures

Accounting Policies Differences

Accounting Policy of consolidating entity	Accounting Policy of ITNL	Difference (Explain)	Impact (Estimated if not quantified)	Action proposed
			₹	
----- N.A. -----				

\*only if impact as quantified or likely to be greater than ₹ 1.20 Mn

Indicate Accounting Policy followed by Component for the items not covered in Parent Company Accounting Policies

Accounting Policy of consolidating entity as per IGAAP

**For West Gujarat Expressway Limited**

*A. K. Khandal*

**Chief Financial Officer**

In terms of our clearance memorandum attached  
**For MKPS & Associates**  
Chartered Accountants  
Firm Registration No- 302014E

*Narendra Khandal*

Narendra Khandal  
**Partner**  
M No. 065025



Date: May 10, 2017  
Place: Mumbai

Date:  
Place:

**SPECIAL PURPOSE FINANCIAL STATEMENTS**  
**WEST GUJARAT EXPRESSWAY LIMITED**

**Shareholding Pattern as at March 31, 2017**

Sr. No.	Name of the Shareholder	No of Shares Held	% Holding
Equity Shares			
1	Infrastructure Leasing and Financial Services Limited	52,00,015	26%
2	IL&FS Transportation Networks Limited	1,47,99,925	73.99%
3	IL&FS Transportation Networks Limited & Mr K Ramchand	10	0.00%
4	IL&FS Transportation Networks Limited & Mr Narayanan Doraiswamy	10	0.00%
5	IL&FS Transportation Networks Limited & Mr Krishna Ghag	10	0.00%
6	IL&FS Transportation Networks Limited & Mr Ajay Menon	10	0.00%
7	IL&FS Transportation Networks Limited & Mr Sunil Dhawan	10	0.00%
8	IL&FS Transportation Networks Limited & Mr Chandrakant Jagasia	10	0.00%
	<b>Total</b>	<b>2,00,00,000</b>	<b>100%</b>
Preference Shares			
1	IL&FS Transportation Networks Limited	2,00,00,000	100%
	<b>Total</b>	<b>2,00,00,000</b>	<b>100%</b>

**For West Gujarat Expressway Limited**

*ANAND*

**Chief Financial Officer**

Date: May 10, 2017

Place:



**SPECIAL PURPOSE FINANCIAL STATEMENTS**  
**WEST GUJARAT EXPRESSWAY LIMITED**

**Movement in Shareholding Pattern for the year ended March 31, 2017**

Date of Purchase/sale /new Issue/buy back etc	No. of Equity Shares	Transaction price	Details of Purchaser/Investor / Seller	Net Asset Value calculation as on date of the transaction
-----N.A.-----				

**For West Gujarat Expressway Limited**

*AWANSHI*

**Chief Financial Officer**

Date: May 10, 2017

Place:

**SPECIAL PURPOSE FINANCIAL STATEMENTS**  
**WEST GUJARAT EXPRESSWAY LIMITED**

**Audit for the year ended March 31, 2017**

**(Part 1) - Provision for Overlay**

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

Movements in provision made for overlay made in respect of Intangible Assets under SCA are tabulated below:

Particulars	As at March 31, 2017		As at March 31, 2016	
	Long-term	Short-term	Long-term	Short-term
Opening balance	16,50,89,536		10,32,51,186	
Provision made during the year	7,55,19,498		6,18,38,350	
Provision utilised	(10,18,90,368)		-	
<b>Closing balance as on 31/03/2017</b>	<b>13,87,18,666</b>		<b>16,50,89,536</b>	

**For MKPS & Associates**  
Chartered Accountants  
Firm Registration No- 302014E

*Narendra Khandal*  
**Narendra Khandal**  
Partner

M No. 065025

Date: 10/05/17

Place:



**For West Gujarat Expressway Limited**

*Anand N. M.*

**Chief Financial Officer**

Date: May 10, 2017

Place: Mumbai

**SPECIAL PURPOSE FINANCIAL STATEMENTS  
WEST GUJARAT EXPRESSWAY LIMITED**

**Audit for the year ended March 31, 2017**

**(Part 2) - Estimates Used (Intangible Assets)**

As per the accounting policy followed by the Group, 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:

	<b>Upto March 31, 2017</b>
Margin on construction services recognised in respect of intangible assets (Rs.)	20,40,13,174
Amortisation charge in respect of intangible assets (Rs.)	10,81,15,276
Units of usage (No. of vehicles) (over the entire life of concession period)	-
Total Estimated Revenue for project (over the entire life of concession period)	8,98,57,78,250
	<b>As at March 31, 2017</b>
Carrying amounts of intangible assets (Rs.)	3,52,64,92,687
	<b>For the year ended March 31, 2017</b>
Amortisation charge in respect of intangible assets ( ` )	21,65,51,969

**Workings**

<b>Particulars</b>	<b>Amount Rs.</b>
<b>Opening Margins till March 31, 2016</b>	20,40,13,174
<b>During the period under audit</b>	
Construction Revenue	-
Construction Cost	-
<b>Margin</b>	-
<b>Margins Recognised till the balance sheet date upto March 31, 2017</b>	<b>20,40,13,174</b>

<b>Margin Percentage Applied on Construction Cost to recognise Construction Revenue</b>	<b>%</b>
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**For MKPS & Associates**  
Chartered Accountants  
Firm Registration No- 302014E

*Narendra Khandal*

**Narendra Khandal**  
Partner  
M No. 065025

Date: 10/05/17  
Place:



**For West Gujarat Expressway Limited**

*Anant Singh*

**Chief Financial Officer**

Date: May 10, 2017  
Place: Mumbai

**SPECIAL PURPOSE FINANCIAL STATEMENTS**  
**WEST GUJARAT EXPRESSWAY LIMITED**

**Audit for the year ended March 31, 2017**

**(Part 3) - Estimates Used (Financial Assets)**

**NOT APPLICABLE**

**For MKPS & Associates**  
Chartered Accountants  
Firm Registration No- 302014E

  
Narendra Khandal  
Partner  
M No. 065025

Date: 10/05/17  
Place:



**For West Gujarat Expressway Limited**



**Chief Financial Officer**

Date: May 10, 2017  
Place: Mumbai

**SPECIAL PURPOSE FINANCIAL STATEMENTS**  
**WEST GUJARAT EXPRESSWAY LIMITED**

**Audit for the year ended March 31, 2017**

**(Part 4) - Other Information**

**Significant terms of Service Concession Arrangements (SCA) are provided below.**

<b>Particulars</b>	<b>Project 1</b>
Nature of Assets	Intangible Asset
Year when SCA granted	2005
Period	20 years
Extension of period	Nil
Construction	Completed
Premature Termination	<p>Under the terms of the CA, a Force Majeure Event shall mean occurrence in India of any or all of non Political Event, Indirect Political Event and / or Political Event as defined in the CA which prevent the Party claiming Force Majeure (the "Affected Party") from performing its obligation under the CA and which act or event is</p> <p>(i) beyond the reasonable control and not arising out of the fault of the Affected Party.  (ii) the Affected Party has been unable to overcome such act or event by the exercise of due diligence and reasonable efforts, skill and care, including through expenditure of reasonable sums of money and  (iii) has a Material Adverse Effect on the Project.</p> <p>Where Force Majeure Event occur after COD and Company is unable to collect Fees during the subsistence of such Force Majeure Event, the Concession Period shall be extended by the period for which collection of Fees remains suspended on account thereof.</p> <p>Costs arising out of or concerning Force Majeure Event shall be borne in accordance with the Provision of the CA.</p> <p>Under the terms of the CA, If the affected Party is rendered wholly or partially unable to perform its obligations under this CA because of a Force Majeure Event, it shall be excused from performance of such of its obligations to the extent it is unable to perform on account of such Force Majeure Event subject to certain conditions specified in the CA.</p> <p>If a Force Majeure Event subsists for a period of 180 days or more within a continuous period of 365 days, either Party may in its sole discretion terminate the CA by giving 30 days Termination Notice in writing to the other Party without being liable in any manner except as provided in the CA. Upon termination of the CA, the Company is entitled to termination payment in accordance with the provisions of the CA.</p> <p><b>Material Breach, Suspension and Termination</b></p> <p>If the Company is in material breach of the CA, NHAI shall be entitled in its sole discretion without prejudice to its other rights and remedies under the CA to (i) suspend all or any of the rights of the Company under the CA including the right to collect and appropriate fees, and (ii) exercise the rights of the concessionaire under the CA itself or authorise any other person to exercise the same during such suspension.</p> <p>In the Event of the Company being in default under any of the provisions of the CA expressly providing for termination, NHAI shall be entitled to terminate the CA forthwith, by giving notice to the Company provided, however that prior to such termination NHAI shall grant to the Company a Cure Period of one month for Curing the relevant breach or default of the provision of the CA.</p> <p>The Company may after giving 90 days notice in writing to NHAI upon occurrence and continuation of the Event of Default by NHAI specified in the CA, terminate the CA.</p> <p>Upon termination of the agreement, the Company shall inter alia, (i) hand over all the project assets to NHAI (ii) deliver all relevant records and reports pertaining to Project Highway to NHAI (iii) execute such deeds of conveyance, documents as the NHAI may reasonably require to convey, divest and assign all the rights, title and interest of the Company in the project highway to NHAI.</p> <p>At the end of the concession period, the Company will hand back the Project Highway to the NHAI without additional consideration.</p>



Special Term	<p><b><u>Rights and Title over the Site</u></b> The Company shall have exclusive rights to the use of the Project Highway in accordance with the provisions of the CA and for this purpose it may regulate the entry and use of the Project Highway by third parties. The Company shall not sublet the whole or any part of the Project Highway save and except as expressly set forth in the CA.</p> <p><b><u>Levy and Collection of fee</u></b> Under the terms of the CA, the Company is entitled to levy and collect the fees from the users of the Project Highway pursuant to and in accordance with the Schedule of user fees to be notified by NHAI from time to time. The Company shall not collect any fees in relation to exempted vehicles and from Local Personal Traffic and Local Commercial Traffic in excess of discounted rates as specified in the CA. The CA provides for annual revision of user Fees linked to the extent of variation in Wholesale Price Index (WPI) as per the Fee Notification, and that save and except as provided in Fee Notification, the Company is not entitled to and shall not seek any relief whatsoever from NHAI, Government of India (GOI) or Government of Gujarat (GOG), on account of increase or otherwise in WPI or on any other account except in accordance with the express provisions of the CA.</p> <p><b><u>Additional Tollway</u></b> In the event of NHAI, GOI or GOG, as the case may be, constructing or permitting construction of any additional Tollway at any time after 8 years from the appointed date (i.e. September 18, 2005), the Concession Period shall be increased by half the number of years by which the commissioning precedes the expiry of the Concession Period User Fees to be levied for using the Additional Tollway shall at no time be less than an amount which is 133% of the per kilometre fee levied for using the existing Project Highway.</p> <p><b><u>Grant</u></b> Under the terms of the CA, the Company agrees to provide to NHAI cash payment (the "Negative Grant") of cumulative sum equal to Rs. 280 crores and NHAI agrees to provide to the Company cash support by way of Grant (the "Grant") cumulative sum equal to Rs. 40 Crores. As per the terms of the CA the Grant shall be applied by the Company for meeting the capital cost of the Project and expenditure during operations period.</p> <p><b><u>Operation and Maintenance</u></b> The Company shall operate and maintain the Project Highway by itself or through O&amp;M contractors and if required, modify, repair, carry out improvements to the Project Highway to comply with Specifications and Standards, and other requirements set forth in the CA, Good Industry Practice, Applicable Laws and Applicable permits.</p>
Brief description of Concession	<p>The Company is a Special Purpose Vehicle promoted by Infrastructure Leasing &amp; Financial Services Limited. The Company has entered into a Concession Agreement (CA) with the National Highways Authority of India (NHAI) on March 22, 2005. Under the terms of Concession Agreement, the Company has obtained a concession to develop, design, engineer, finance, procure, construct, operate, and maintain the Jetpur-Gondal-Rajkot Project (the Project Highway) for a period of 20 years ending on September 17, 2025. The CA permits the Company to levy, demand, collect and appropriate the Fees from vehicles and persons liable to payment of Fees for using the Project Highway or any part thereof over the period of the CA referred to above.</p>



**SPECIAL PURPOSE FINANCIAL STATEMENTS  
WEST GUJARAT EXPRESSWAY LIMITED**

**Audit for the year ended March 31, 2017**

**List of Related Parties and transactions / balances with them not included in Related Party Disclosures in Notes to Accounts.**

**1. Name of the related parties and description of relationship: NOT APPLICABLE**

Nature of Relationship with "ITNL"	Name of Entity	Acronym used
Holding Company :		
Fellow Subsidiaries		
Associates :		
Co - Venture :		
Key Management personnel :		

**2. Details of balances and transactions during the period with related parties**

Account head	Name of Entity	31-Mar-17	31-Mar-16
Balances:			
Account head	Name of Entity	31-Mar-17	31-Mar-16
Transactions:			

**In terms of our clearance memorandum attached  
For MKPS & Associates**  
Chartered Accountants  
Firm Registration No- 302014E

**For West Gujarat Expressway Limited**

  
Narendra Khandal  
**Partner**  
M No. 065025



**Chief Financial Officer**

Date: 10/05/17  
Place:



Date: May 10, 2017  
Place: Mumbai

**SPECIAL PURPOSE FINANCIAL STATEMENTS  
WEST GUJARAT EXPRESSWAY LIMITED**

**Audit for the year ended March 31, 2017**

**Movement of Long term investments for Cash flow**

All the movements in Long term Investment needs to be given under following table to identify the cash flow impact

Script	Opening Balance as of 1/4/2016	Purchase Amount	Cost of Sale	Profit / (Loss)	Sale Value	Forex adjustments	Other adjustments	Transfer	Closing Balance as of 31/3/2017	Remarks
									-	
									-	
									-	
									-	
									-	
									-	
									-	
									-	

In terms of our clearance memorandum attached  
**For MKPS & Associates**  
Chartered Accountants  
Firm Registration No- 302014E

For West Gujarat Expressway Limited

  
Narendra Khandal  
**Partner**  
M No. 065025



Chief Financial Officer

Date: 10/05/17  
Place:

Date: May 10, 2017  
Place: Mumbai

