

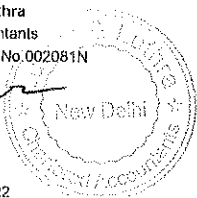
Particulars	Notes	As at		As at	
		March 31, 2018		March 31, 2017	
<b>ASSETS</b>					
<b>Non-current Assets</b>					
(a) Property, plant and equipment	2	-	20,728	-	32,041
(b) Capital work-in-progress	2	-	-	-	-
(c) Investment property	3	-	-	-	-
(d) Intangible assets					
(i) Goodwill on consolidation	4	-	-	-	-
(ii) Service Concession Arrangements (SCA)	5	-	-	-	-
(iii) Intangible assets under development	5	-	-	-	-
(iv) Others	5	-	-	-	-
(e) Financial assets					
(i) Investments					
a) Investments in associates	6	-	-	-	-
b) Investments in joint ventures	7	-	-	-	-
c) Other investments	8	-	-	-	-
(ii) Trade receivables	9	-	-	-	-
(iii) Loans	10	-	-	-	-
(iv) Other financial assets	11	-	-	-	-
(f) Tax assets					
(i) Deferred Tax Asset (net)	21	-	-	-	-
(ii) Non Current Tax Asset (Net)	24	-	-	-	-
(g) Other non-current assets	14	-	-	-	-
<b>Total Non-current Assets</b>			<b>7,77,06,01,804</b>		<b>8,39,65,34,662</b>
<b>Current Assets</b>					
(a) Inventories	12	-	-	-	-
(b) Financial assets					
(i) Trade receivables	9	-	-	-	-
(ii) Cash and cash equivalents	13	74,27,57,791	-	75,67,27,613	-
(iii) Bank balances other than (ii) above	13	56,39,00,000	-	56,39,00,000	-
(iv) Loans	10	-	-	-	-
(v) Other financial assets	11	64,88,84,427	1,95,55,42,218	59,17,45,469	1,91,23,73,082
(c) Current tax assets (Net)	24	-	6,41,84,055	-	5,50,47,021
(d) Other current assets	14	-	1,42,60,164	-	95,17,571
<b>Total Current Assets</b>			<b>2,03,39,86,437</b>		<b>1,97,69,37,674</b>
<b>Total Assets</b>			<b>9,80,46,08,972</b>		<b>10,37,35,04,380</b>
<b>EQUITY AND LIABILITIES</b>					
<b>Equity</b>					
(a) Equity share capital	15	1,31,00,00,000	-	1,31,00,00,000	-
(b) Other Equity	16	(61,89,13,051)	-	(39,66,24,590)	-
Equity attributable to owners of the Company			<b>69,10,86,949</b>		<b>91,33,75,410</b>
Non-controlling interests	17	-	-	-	-
<b>Total Equity</b>			<b>69,10,86,949</b>		<b>91,33,75,410</b>
<b>LIABILITIES</b>					
<b>Non-current Liabilities</b>					
(a) Financial Liabilities					
(i) Borrowings	18	6,88,10,36,738	-	7,39,03,62,036	-
(ii) Trade payables other than MSME	23	-	-	-	-
(iii) Other financial liabilities	19	-	6,88,10,36,738	-	7,39,03,62,036
(b) Provisions	20	-	-	-	-
(c) Deferred tax liabilities (Net)	21	-	-	-	-
(d) Other non-current liabilities	22	-	-	-	-
<b>Total Non-current Liabilities</b>			<b>6,88,10,36,738</b>		<b>7,39,03,62,036</b>
<b>Current liabilities</b>					
(a) Financial liabilities					
(i) Borrowings	18	1,26,46,61,699	-	1,30,73,34,566	-
(ii) Trade payables other than MSME	23	29,21,79,842	-	23,35,61,244	-
(iii) Other financial liabilities	19	67,09,75,811	2,22,78,17,352	52,55,84,738	2,06,64,80,548
(b) Provisions	20	-	-	-	-
(c) Current tax liabilities (Net)	24	-	-	-	-
(d) Other current liabilities	22	-	46,67,933	-	32,86,386
<b>Total Current Liabilities</b>			<b>2,23,24,85,285</b>		<b>2,06,97,66,934</b>
<b>Total Liabilities</b>			<b>9,11,35,22,023</b>		<b>9,46,01,28,970</b>
<b>Total Equity and Liabilities</b>			<b>9,80,46,08,972</b>		<b>10,37,35,04,380</b>

Note 1 to 44 forms part of the consolidated financial statements.

In terms of our report attached.

For Luthra & Luthra  
Chartered Accountants  
Firm Registration No.002081N

Narosh Agarwal  
Partner  
Mem. No. : 504922



For and on behalf of the Board

Vijay Kini  
Director  
Din:06612768

Prashant Agarwal  
Director  
Din:02348083



Chandramant Jagasia  
Chief Financial Officer

Prashant Agarwal  
Company Secretary

Place: Mumbai  
Date: 26th April, 2018

Place: Mumbai  
Date: 26th April 2018

HAZARIBAGH RANCHI EXPRESSWAY LIMITED  
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2018  
(For Consolidation into the Financial Information of IIL&S Transportation Networks Limited)

Rs.

Particulars	Notes	Year ended March 31, 2018	Year ended March 31, 2017
I. Revenue from Operations	25	67,89,71,387	91,75,56,218
II. Other income	26	4,11,27,189	1,02,35,406
III. Total Income (I+II)		72,00,98,576	92,77,91,624
IV. Expenses			
Cost of Material consumed	27	-	-
Construction Costs	27	-	20,70,95,813
Operating expenses	28	5,70,22,802	4,33,85,022
Employee benefits expense	29	-	-
Finance costs (net)	30	86,74,11,250	1,06,79,17,397
Depreciation and amortisation expense	31	11,313	12,725
Other expenses	32	1,79,41,672	1,24,39,051
Total expenses (IV)		94,23,87,037	1,33,08,50,008
V Profit before share of profit/(loss) of an associate and a joint venture and tax (III-IV)		(22,22,88,461)	(40,30,58,384)
VI Less: Tax expense	33		
(1) Current tax		-	-
(2) Deferred tax		-	-
Total Tax expenses		-	-
VII Profit/(loss) after tax (V-VI)		(22,22,88,461)	(40,30,58,384)
VIII Add: Share of profit of associates (net)			
IX Add: Share of profit of joint ventures (net)			
X Profit for the year (VII+VIII+IX)		(22,22,88,461)	(40,30,58,384)
XI Other Comprehensive Income			
A (i) Items that will not be reclassified to profit or loss			
(a) Actuarial loss of the defined benefit plans			
(c) Equity instruments through other comprehensive income			
(d) Others (specify nature)			
(b) Share of other comprehensive income in associates and joint ventures, to the extent not to be reclassified to profit or loss			
A (ii) Income tax relating to items that will not be reclassified to profit or loss			
B (i) Items that may be reclassified to profit or loss			
(a) Exchange differences in translating the financial statements of foreign operations			
(b) Effective portion of gains and losses on designated portion of hedging instruments in a cash flow hedge			
(c) Others			
(d) Share of other comprehensive income in associates and joint ventures, to the extent that may be reclassified to profit or loss			
B (ii) Income tax relating to items that may be reclassified to profit or loss			
Total other comprehensive (loss) / Income (A (i-ii)+B(i-ii))			
XII Total comprehensive (loss) / income for the year (X+XI)		(22,22,88,461)	(40,30,58,384)
Profit for the year attributable to:			
- Owners of the Company		(22,22,88,461)	(40,30,58,384)
- Non-controlling interests		(22,22,88,461)	(40,30,58,384)
Other comprehensive income for the year attributable to:			
- Owners of the Company		-	-
- Non-controlling interests		-	-
Total comprehensive income for the year attributable to:			
- Owners of the Company		(22,22,88,461)	(40,30,58,384)
- Non-controlling interests		(22,22,88,461)	(40,30,58,384)
XIII Earnings per equity share (face value ₹ 10 per share):	34		
(1) Basic (in Rs.)		(1.70)	(3.08)
(2) Diluted (in Rs.)		(1.70)	(3.08)

Note 1 to 44 forms part of the consolidated financial statements.

In terms of our report attached.

For Luthra & Luthra  
Chartered Accountants  
Firm Registration No.002081N

Naresh Agarwal  
Partner  
Mem. No. : 504922

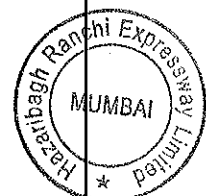
Place: Mumbai  
Date: 26th April, 2018

For and on behalf of the Board

Vijay Kini Prashant Agarwal  
Director Director  
Din:06612768 Din:02348083

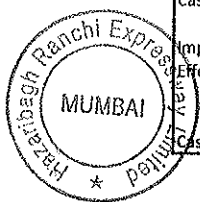
Chandrakant Jagasia Dip Darji  
Chief Financial Officer Company Secretary

Place: Mumbai  
Date: 26th April 2018



HAZARIBAGH RANCHI EXPRESSWAY LIMITED  
 CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018  
 (For Consolidation into the Financial Information of IL&FS Transportation Networks Limited)

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>Cash flows from operating activities</b>		
Profit for the year	(22,22,88,461)	(40,30,58,384)
Adjustments for:		
Income tax expense recognised in profit or loss		
Share of profit of associates (net)		
Share of profit of joint ventures (net)		
Finance costs recognised in profit or loss	86,19,10,483	1,06,79,17,397
Interest income recognised in profit or loss	(4,11,27,189)	(1,02,35,406)
Modification Gain on IRR	55,00,767	
Profit on sale of investments (net of goodwill)		
Dividend Income on non-current investments		
(Loss) / Gain on disposal of property, plant and equipment		
Provision for employee benefits (net)		
Provision for overlay (net)		
Provision for replacement cost (net)		
Provision for doubtful debts and receivables		
Expected credit losses on trade receivables (net)		
Expected credit losses on debt instruments (net)		
Expected credit losses on other financial assets (net)		
Depreciation and amortisation expenses	11,313	12,725
Excess provision written back		
Exchange (gain) / loss		
	<b>60,40,06,913</b>	<b>65,46,36,332</b>
Movements in working capital:		
Decrease in trade receivables (current and non current)		
Decrease in inventories		
(Increase)/decrease in other financial assets & other assets (current and non current)	(1,31,17,103)	12,10,841
Increase/ (Decrease) in financial liabilities & other liabilities (current and non current)	6,00,00,145	(90,00,261)
	<b>4,68,83,042</b>	<b>(77,89,420)</b>
<b>Cash generated from operations</b>	<b>65,08,89,955</b>	<b>64,68,46,912</b>
Income taxes paid (net of refunds)	(91,37,034)	(1,54,46,539)
<b>Net cash generated by operating activities (A)</b>	<b>64,17,52,921</b>	<b>63,14,00,373</b>
<b>Cash flows from investing activities</b>		
Payments for property, plant and equipment, intangible assets		
Proceeds from disposal of property, plant and equipment, intangible assets		
Increase in receivable under service concession arrangements (net)	57,81,29,380	55,77,50,867
Interest received	4,01,66,219	62,82,867
Fixed deposits matured / (placed) as security against borrowings		
Purchase of investments in joint venture		(56,39,00,000)
Proceeds from redemption of debentures		
Proceed from sale of investment in subsidiary and associate		
Proceeds on disposal of partial interest in a subsidiary that does not involve loss of control		
Investment in Mutual funds		
Redemption of Mutual funds		
Long term loans repaid / (given) (net)		
Short term loans repaid / (given) (net)		
Inter-corporate deposits (placed) / matured (net)		
Dividend received from associates & joint ventures		
Dividend received from others		
<b>Net cash used in investing activities (B)</b>	<b>61,82,95,599</b>	<b>1,33,734</b>
<b>Cash flows from financing activities</b>		
Proceeds from issue of Rights Equity Shares (including securities premium)		
Rights issue / preference share issue expenses adjusted in securities premium		
Proceeds from borrowings		7,15,00,00,000
Repayment of borrowings	(57,29,27,224)	(5,68,06,53,593)
Movement in Short Term Borrowing	(4,26,72,867)	(66,37,68,343)
Finance costs paid	(65,84,18,251)	(98,61,83,768)
Equity dividend paid		
Tax on equity dividend paid		
Proceeds from minority interest		
Preference dividend paid		
Tax on Preference dividend paid		
Balances held as margin money or as security against borrowings		
<b>Net cash generated in financing activities (C)</b>	<b>(1,27,40,18,342)</b>	<b>(18,06,05,704)</b>
<b>Net increase/ (decrease) in cash and cash equivalents (A+B+C)</b>	<b>(1,39,69,822)</b>	<b>45,09,28,403</b>
Cash and cash equivalents at the beginning of the year	75,67,27,613	30,57,99,210
Impact of acquisition / disposal of subsidiary		
Effects of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies		
<b>Cash and cash equivalents at the end of the year</b>	<b>74,27,57,791</b>	<b>75,67,27,613</b>



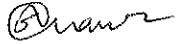
HAZARIBAGH RANCHI EXPRESSWAY LIMITED  
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2018

Particulars	Year ended March 31, 2018	Year ended March 31, 2017
<b>Components of Cash and Cash Equivalents</b>		
Cash on hand	1,391	1,391
Balances with Banks in current accounts	9,73,600	1,67,26,222
Balances with Banks in deposit accounts	74,17,82,800	74,00,00,000
<b>Cash and Cash Equivalents</b>	<b>74,27,57,791</b>	<b>75,67,27,613</b>
Less – Secured Demand loans from banks (Cash credit)(shown under current borrowings in note 18)		
Less – Bank overdraft (note 18)		
<b>Cash and cash equivalents for statement of cash flows</b>	<b>74,27,57,791</b>	<b>75,67,27,613</b>

Note 1 to 44 forms part of the consolidated financial statements.

In terms of our report attached.

For Luthra & Luthra  
Chartered Accountants  
Firm Registration No.002081N



Naresh Agarwal  
Partner  
Mem. No. : 504922

Place: **Mumbai**  
Date: **26th April, 2018**

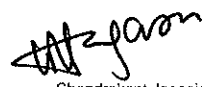
For and on behalf of the Board



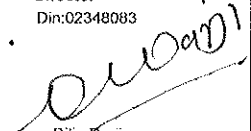
Vijay Kini  
Director  
Din:06612768



Prashant Agarwal  
Director  
Din:02348083

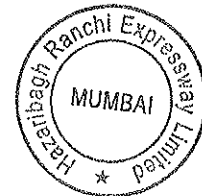
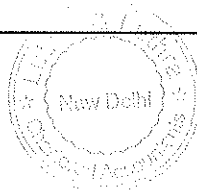


Chandrakant Jagasia  
Chief Financial Officer



Dilip Darji  
Company Secretary

Place: Mumbai  
Date: 26th April 2018

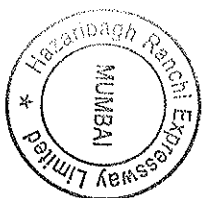


HAZARIBAGH RANCHI EXPRESSWAY LIMITED  
Statement of changes in equity  
(For Consolidation into the financial information of US&S Transportation Networks Limited)

a. Equity share capital	For the Year ended March 31, 2018	For the Year ended March 31, 2017
Balance as at the beginning of the year	1,31,00,00,000	1,31,00,00,000
Changes in equity share capital during the year	-	-
Balance as at end of the year	1,31,00,00,000	1,31,00,00,000

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

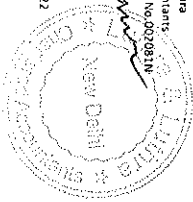
b. Other equity	Reserves and surplus						Items of other comprehensive income				Attributable to owners of the parent	Non-controlling interests	Total		
	Capital reserve	Securities premium reserve	General reserve	Capital reserve on consolidation	Debitum redemption reserve	Deemed Equity	Retained earnings	Total	Effective portion of cash flow hedge	Foreign currency translation reserve				Defined benefit plan adjustment	Others
Balance as at April 1, 2016	-	-	-	-	-	-	(1,27,89,66,060)	(1,27,89,66,060)	-	-	-	-	(1,27,89,66,060)	-	(1,27,89,66,060)
Profit for the year	-	-	-	-	-	-	(40,30,58,384)	(40,30,58,384)	-	-	-	-	(40,30,58,384)	-	(40,30,58,384)
Other comprehensive income for the year, net of income tax	-	-	-	-	-	-	(40,30,58,384)	(40,30,58,384)	-	-	-	-	(40,30,58,384)	-	(40,30,58,384)
Total comprehensive income for the year	-	-	-	-	-	-	(40,30,58,384)	(40,30,58,384)	-	-	-	-	(40,30,58,384)	-	(40,30,58,384)
Payment of final dividends (including dividend tax)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Addition during the year from issue of equity shares on a rights basis	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer from retained earnings	-	-	-	-	-	1,28,53,99,854	-	-	-	-	-	-	1,28,53,99,854	-	1,28,53,99,854
Addition during the year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Additional non-controlling interests arising on acquisition	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Disposal of partial interest in subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Premium utilised towards preference shares issue expenses and rights issue expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2017	-	-	-	-	-	1,28,53,99,854	(1,68,20,24,444)	(39,66,24,590)	-	-	-	-	(39,66,24,590)	-	(39,66,24,590)



Statement of Changes in equity for the year ended March 31, 2018	Reserves and surplus					Items of other comprehensive income					Attributable to owners of the parent		Non-controlling interests	Total		
	Capital reserve	Securities premium reserve	General reserve	Capital reserve on consolidation	Debt redemption reserve	Deemed Equity	Retained earnings	Total	Effective portion of cash flow hedge	Foreign currency translation reserve	Defined benefit plan adjustment	Others			Total	Attributable to owners of the parent
Balance as at April 1, 2017						1,28,53,99,854	(1,68,20,24,444)	(39,66,24,590)						(39,66,24,590)		(39,66,24,590)
Profit for the year							(22,22,88,461)	(22,22,88,461)						(22,22,88,461)		(22,22,88,461)
Other comprehensive income for the year, net of income tax																
Total comprehensive income for the year							(22,22,88,461)	(22,22,88,461)						(22,22,88,461)		(22,22,88,461)
Payment of final dividends (including dividend tax)																
Transfer to retained earnings																
Adjustment during the year for cessation of a subsidiary																
Reversed during the year																
Additional non-controlling interests arising on acquisition of / additional investment in a subsidiary (net)																
Disposal of partial interests in subsidiary																
Premium utilised towards discount on issue of Non-Convertible Debentures																
Other adjustments																
Balance As at March 31, 2018						1,28,53,99,854	(1,90,43,12,905)	(61,89,13,051)						(61,89,13,051)		(61,89,13,051)

Note 1 to 44 forms part of the consolidated financial statements.

In terms of our report attached,  
For Lutna & Lutna  
Chartered Accountants  
Firm Registration No.002081N  
New Delhi



Naresh Agarwal  
Partner  
Mem. No.: 504922

For and on behalf of the Board

Vijaykoti  
Director  
Din:0662758

Prashant Agarwal  
Director  
Din:02348083

Dilip Durg  
Company Secretary



Place: Mumbai,  
Date: 24th April, 2018

Place: Mumbai,  
Date: 26th April 2018

## Hazaribagh Ranchi Expressway Limited

Notes forming part of the Financial Statements for the year ended March 31, 2018

### Note No-1

#### 1. Background

The Company was incorporated under the Companies Act 1956 on March 19, 2009. It was issued "Certificate of Commencement of Business" on May 19, 2009. The Company was originally formed as "ITNL Highways Development Company Ltd" and its name was changed to 'Hazaribagh Ranchi Expressway Limited' with effect from May 11, 2009.

The Company is a special purpose vehicle (SPV) promoted by IL&FS Transportation Networks Limited (ITNL). The Company has entered into a Concession Agreement with National Highways Authority of India (NHAI) on October 08, 2009 to Design, Engineer, Finance, Procure, Construct, Operate and Maintain 4 laning Hazaribagh-Ranchi section of NH-33 from km 40.500 to km 114.000 in the State of Jharkhand on Build, Operate and Transfer (Annuity) basis. The Concession Agreement envisages concession for a period of 18 years commencing from the appointed date including construction period of 910 days required for 4 laning of the Project.

### Note No-2

#### 2. Significant accounting policies

##### 2.1 Statement of compliance

The financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015.

Upto the year ended March 31, 2016, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).

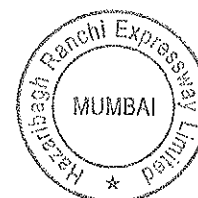
##### 2.2 Basis of preparation and presentation

The financial statements have been prepared on a historical cost basis, except for the following asset and liabilities which have been measured at fair value:

- Derivative financial instruments,
- Certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments),

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these [consolidated] financial statements is determined on this basis.

The principal accounting policies are set out below.



### 2.3 Fair value measurement

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

External valuers are involved for valuation of significant assets, such as properties and significant liabilities, such as contingent consideration.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

Note No-3





### **3.1 Accounting for rights under service concession arrangements and revenue recognition**

#### **i. Recognition and measurement**

The Company builds, operates and maintains infrastructure assets under public-to-private Service Concession Arrangements (SCAs), which is an arrangement between the "grantor" (a public sector entity/authority) and the "operator" (a private sector entity) to provide services that give the public access to major economic and social facilities utilizing private-sector funds and expertise. The infrastructures accounted for by the Company as concessions are mainly related to the activities concerning roads.

Concession contracts are public-private agreements for periods specified in the SCAs including the construction, upgradation, restoration of infrastructure and future services associated with the operation and maintenance of assets in the concession period. Revenue recognition, as well as, the main characteristics of these contracts are detailed in Note 2.9.iii.

With respect to service concession arrangements, revenue and costs are allocated between those relating to construction services and those relating to operation & maintenance services, and are accounted for separately. Consideration received or receivable is allocated by reference to the relative fair value of services delivered when the amounts are separately identifiable. The infrastructure used in a concession are classified as an intangible asset or a financial asset, depending on the nature of the payment entitlements established in the concession agreement.

When the amount of the arrangement consideration for the provision of public services is substantially fixed by a contract, the Company recognizes revenues from construction services for public facilities (infrastructures) by the percentage-of-completion method, and recognizes the consideration as a financial asset and the same is classified as "Receivables against Service Concession Arrangements". The Company accounts for such financial assets at amortized cost, calculates interest income based on the effective interest method and recognizes it in revenue as Finance Income.

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

The Company has contractual obligations to maintain the infrastructure to a specified level of serviceability or restore the infrastructure to a specified condition during the concession period and/or at the time of hand over to the grantor of the SCA. Such obligations are measured at the best estimate of the expenditure that would be required to settle the obligation at the balance sheet date. In case of concession arrangements under financial asset model, such costs are recognized in the period in which such costs are actually incurred.

#### **iii. Revenue recognition**

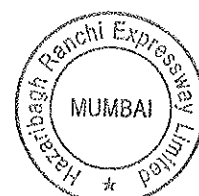
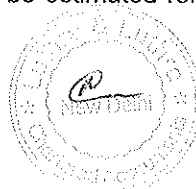
Once the infrastructure is in operation, the treatment of income is as follows:

Finance income for concession arrangements under financial asset model is recognized using the effective interest method. Revenues from operations and maintenance services and overlay services are recognized in each period as and when services are rendered in accordance with Ind AS 18 Revenue.

#### **iv. Revenue from construction contracts**

The Company recognizes and measures revenue, costs and margin for providing construction services during the period of construction of the infrastructure in accordance with Ind AS 11 'Construction Contracts'.

When the outcome of a construction contract can be estimated reliably and it is probable that it will



be profitable, contract revenue and contract costs associated with the construction contract are recognised as revenue and expenses respectively by reference to the percentage of completion of the contract activity at the reporting date. The percentage of completion of a contract is determined considering the proportion that contract costs incurred for work performed upto the reporting date bear to the estimated total contract costs.

For the purposes of recognizing revenue, contract revenue comprises the initial amount of revenue agreed in the contract, the variations in contract work, claims and incentive payments to the extent that it is probable that they will result in revenue and they are capable of being reliably measured.

The percentage of completion method is applied on a cumulative basis in each accounting period to the current estimates of contract revenue and contract costs. The effect of a change in the estimate of contract revenue or contract costs, or the effect of a change in the estimate of the outcome of a contract, is accounted for as a change in accounting estimate and the effect of which are recognized in the Statement of Profit and Loss in the period in which the change is made and in subsequent periods.

When the outcome of a construction contract cannot be estimated reliably, revenue is recognized only to the extent of contract costs incurred of which recovery is probable and the related contract costs are recognized as an expense in the period in which they are incurred.

When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognized as an expense in the Statement of Profit and Loss in the period in which such probability occurs.

#### v. Borrowing cost related to SCAs

In case of concession arrangement under financial asset model, borrowing costs attributable to construction of the infrastructure are charged to Statement of Profit and Loss in the period in which such costs are incurred.

In case of concession arrangement under intangible asset model, borrowing costs attributable to the construction of infrastructure assets are capitalised up to the date of the final completion certificate of the asset / facility received from the authority for its intended use specified in the Concession Agreement. All borrowing costs subsequent to the capitalization of the intangible assets are charged to the Statement of Profit and Loss in the period in which such costs are incurred.

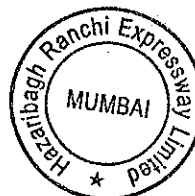
### 3.2 Borrowing costs

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

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

### 3.3 Taxation



### Current tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

The provision for tax is taken for each consolidating entity on the basis of the standalone financial statements prepared under Ind AS by that entity and aggregated for the purpose of the consolidated financial statements.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax return with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

### Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets (including unused tax credits such as MAT credit and unused tax losses such as carried forward business loss and unabsorbed depreciation) are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognized if the temporary difference arises from the initial recognition of goodwill.

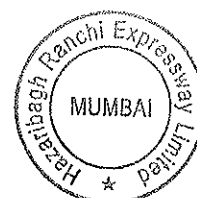
Deferred tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the Company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognized to the extent that it is probable that there will be sufficient taxable profits against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of to recover or settle the carrying amount of its assets and liabilities.



### **3.4 Property, plant and equipment**

Property, plant and equipment 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 capitalized up to the date when the asset is ready for its intended use.

All assets are depreciated on a Straight Line Method (SLM) of Depreciation, over the useful life of assets as prescribed under Schedule II of the Companies Act, 2013.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets. However, when there is no reasonable certainty that ownership will be obtained by the end of the lease term, assets are depreciated over the shorter of the lease term and their useful lives.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying of the asset and is recognised in profit or loss.

### **3.5 Financial instruments**

Financial assets and financial liabilities are recognized when a company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss ("FVTPL") are recognized immediately in the statement of profit and loss.

### **3.6 Financial assets**

All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

#### **3.6.1 Classification of financial assets – debt instruments**

Debt instruments that meet the following conditions are subsequently measured at amortised cost (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):



- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows;
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

### **3.6.2 Amortised cost and Effective interest method**

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognized on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognized in profit or loss and is included in the "Other income" line item.

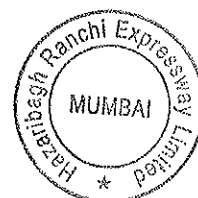
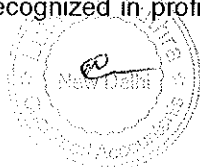
### **3.6.3 Reclassification of financial assets**

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such changes are evident to external parties. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

#### **3.6.3.1 Derecognition of financial assets**

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If [the Company] the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial



asset.

On derecognition of a financial asset other than in its entirety (e.g., when the Company retains an option to repurchase part of a transferred asset), [the Company] the Company allocates the previous carrying amount of the financial asset between the part it continues to recognise under continuing involvement, and the part it no longer recognises on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognised and the sum of the consideration received for the part no longer recognised and any cumulative gain or loss allocated to it that had been recognised in other comprehensive income is recognised in profit or loss if such gain or loss would have otherwise been recognised in profit or loss on disposal of that financial asset. A cumulative gain or loss that had been recognised in other comprehensive income is allocated between the part that continues to be recognised and the part that is no longer recognised on the basis of the relative fair values of those parts.

### **3.6.4 Modification of Cash Flows of financial assets and revision in estimates of Cash flows**

When the contractual cash flows of a financial asset are renegotiated or otherwise modified and the renegotiation or modification does not result in the derecognition of that financial asset in accordance with Ind AS 109, the Company recalculates the gross carrying amount of the financial asset and recognizes a modification gain or loss in profit or loss. The gross carrying amount of the financial asset is recalculated as the present value of the renegotiated or modified contractual cash flows that are discounted at the financial asset's original effective interest rate. Any costs or fees incurred are adjusted to the carrying amount of the modified financial asset and are amortized over the remaining term of the modified financial asset.

If the Company revises its estimates of payments or receipts (excluding modifications and changes in estimates of expected credit losses), it adjusts the gross carrying amount of the financial asset or amortized cost of a financial liability to reflect actual and revised estimated contractual cash flows. The Company recalculates the gross carrying amount of the financial asset or amortized cost of the financial liability as the present value of the estimated future contractual cash flows that are discounted at the financial instrument's original effective interest rate. The adjustment is recognized in profit or loss as income or expense.

### **3.7 Financial liabilities and equity instruments-**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

#### **3.7.1 Classification as debt or equity**

Debt and equity instruments issued by a Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

#### **3.7.2 Financial liabilities**

All financial liabilities are subsequently measured at amortized cost using the effective interest method.

#### **3.7.3 Financial liabilities subsequently measured at amortised cost**

Financial liabilities are measured at amortized cost at the end of subsequent accounting periods. The



carrying amounts of financial liabilities that are subsequently measured at amortized cost are determined based on the effective interest method. Interest expense that is not capitalized as part of costs of an asset is included in the 'Finance costs' line item.

The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

#### **3.7.4 Derecognition of financial liabilities**

The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in profit or loss.

#### **3.8 Cash and cash equivalents**

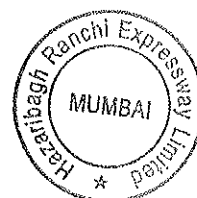
Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

#### **3.9 Provisions**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).



### 3.10 Critical accounting judgments

The preparation of Financial Statements in conformity with the recognition and measurement principles of Ind AS requires management to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures of contingent liabilities at the date of the Financial Statements and the reported amounts of income and expenses for the periods presented.

The matters to be disclosed will be dictated by the circumstances of the individual entity, and by the significance of judgements and estimates made to the performance and financial position of the entity. Instead of disclosing this information in a separate note, it may be more appropriate to include such disclosures in the relevant asset and Ind AS 112.7 requires entities to disclose information about significant judgements and assumptions they have made in determining (i) whether they have control of another entity, (ii) whether they have joint control of an arrangement or significant influence over another entity, and (iii) the type of joint arrangement when the arrangement has been structured through a separate vehicle.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and future periods are affected.

### 3.11 Key sources of estimation of uncertainty

Key source of estimation of uncertainty at the date of Financial Statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of-

a. Revenue recognition-Margin on Intangible Assets

The Company has recognised margin on intangible assets equivalent to the internal rate of return ("IRR") generated by the asset. The IRR calculation considers components such as revenue from the asset, expenses to be incurred for generating the revenue and cost incurred / to be incurred for constructing the asset for its intended use. These components are estimated by the management considering assumptions such as (i) Work will be executed in the manner expected so that the project is completed timely (ii) consumption norms will remain same (iii) Assets will operate at the same level of productivity as determined (iv) Estimates for contingencies (v) There will be no change in design and the geological factors will be same as communicated and (vi) price escalations etc. There is some amount of complexity involved in estimating these components and these estimates are sensitive to changes in the underlying assumptions. All the estimates and assumptions are reviewed at each reporting date.

### 3.12 Key estimations in relation to fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the DCF model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. Refer Note 38 for further disclosures.

### 3.13 Standard Issued but not yet effective

The Ministry of Corporate Affairs (MCA), on 28 March 2018, notified Ind AS 115, *Revenue from Contracts with Customers*, as part of the Companies (Indian Accounting Standards) Amendment Rules, 2018. The new standard is effective for accounting periods beginning on or after 1 April 2018. Since the company is in annuity project there will be no material impact on revenue accounting followed by the company.



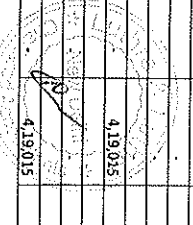
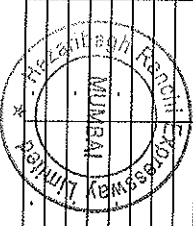


2. Tangible Assets

Particulars	Deemed cost				Accumulated Depreciation				Carrying Amount	
	Balance as at April 1, 2016	Opening Adjustments	Additions	Deductions	De-recognised on disposal of a subsidiary	Effect of foreign currency exchange differences	Balance at March 31, 2017	Balance at April 1, 2016	As at March 31, 2017	As at April 1, 2016
Property plant and equipment										
Land										
Building and structures										
Vehicles										
Data processing equipments	2,94,871	-	-	-	-	-	2,94,865	1,412	6	1,418
Office premises	55,280	-	-	-	-	-	55,276	-	4	4
Leasehold improvements										
Furniture and fixtures	89,592	-	-	-	-	-	89,592	11,313	-	43,344
Electrical installations										
Plant and machinery										
Property plant and equipment on lease :										
Plant and machinery										
Vehicles										
Furniture and fixtures										
Building and structures										
Land										
Subtotal	4,39,743	-	-	-	-	-	4,07,702	12,725	32,041	44,766
Capital work-in-progress										
Total	4,39,743	-	-	-	-	-	4,07,702	12,725	32,041	44,766

Particulars	Deemed cost				Accumulated Depreciation				Carrying Amount	
	Balance as at April 1, 2017	Opening Adjustments	Additions	Deductions	De-recognised on disposal of a subsidiary	Effect of foreign currency exchange differences	Balance at March 31, 2018	Balance at April 1, 2017	As at March 31, 2018	As at March 31, 2017
Property plant and equipment										
Land										
Building and structures										
Vehicles										
Data processing equipments	2,94,871	-	-	-	-	-	2,94,865	1,412	6	6
Office premises	55,280	-	-	-	-	-	55,276	-	4	4
Leasehold improvements										
Furniture and fixtures	89,592	-	-	-	-	-	89,592	11,313	-	43,344
Electrical installations										
Plant and machinery										
Property plant and equipment on lease :										
Plant and machinery										
Vehicles										
Furniture and fixtures										
Building and structures										
Land										
Subtotal	4,39,743	-	-	-	-	-	4,07,702	11,313	20,728	32,041
Capital work-in-progress										
Total	4,39,743	-	-	-	-	-	4,07,702	11,313	20,728	32,041

Footnote: Additions to Plant and Machinery for the current year, includes Plant and Machinery of ₹ \_\_\_\_\_ crore given on operating lease for period of \_\_\_\_\_ years at fixed monthly rental which is included in Miscellaneous income under Other Income.



HAZARIBAGH RANCHI EXPRESSWAY LIMITED

Notes forming part of Financial Statements for the year ended March 31, 2018

(For Consolidation into the Financial Information of IL&FS Transportation Networks Limited)

3. Investment property

Particular	Rs.	
	As at March 31, 2018	As at March 31, 2017
Investment property (A-B)		
Investment property under development		
<b>Total</b>	-	-

a) Investment property

Cost or Deemed Cost	Rs.	
	As at March 31, 2018	As at March 31, 2017
Balance at beginning of year		
Effect of foreign currency exchange differences		
<b>Balance at end of the year (A)</b>	-	-

Accumulated depreciation and impairment	Rs.	
	As at March 31, 2018	As at March 31, 2017
Balance at beginning of the year		
Additions		
Effect of foreign currency exchange differences		
<b>Balance at end of the year (B)</b>	-	-

3.1 Fair value measurement of the Company's investment properties

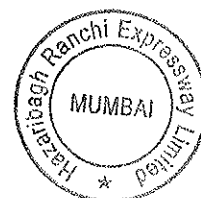
Details of the Company's investment properties and information about the fair value hierarchy As at March 31, 2018 and as at March 31, 2017 are as follows:

Particulars	Fair value as per Level 2 (Rs.)	
	As at March 31, 2018	As at March 31, 2017
Investment property		
Investment property under development (Refer Footnote)		
<b>Total</b>	-	-

Footnote :

1. Fair value of investment property is determined by using market comparable method. This means that valuations performed by the valuer are based on active market prices, significantly adjusted for difference in nature, location or condition of the specific property.

Fair value of investment property under development is determined by using market comparable method. This means that valuations performed by the valuer are based on active market prices, significantly adjusted for difference in nature, location or condition of the specific property. As at March 31, 2018 and March 31, 2017 the property is fair valued based on valuations performed by one of the independent valuer who has relevant valuation experience for similar properties in India.



HAZARIBAGH RANCHI EXPRESSWAY LIMITED

Notes forming part of Financial Statements for the year ended March 31, 2018

(For Consolidation into the Financial Information of IL&FS Transportation Networks Limited)

4. Goodwill on consolidation

Rs.

Particulars	As at March 31, 2018	As at March 31, 2017
Cost (or deemed cost)		
<b>Total</b>	-	-

Rs.

Cost or Deemed Cost	As at March 31, 2018	As at March 31, 2017
Balance at beginning of the year		
Additional amounts recognised from business combinations		
Derecognised on disposal of a subsidiary (refer Note 39.2.3)		
Effect of foreign currency exchange differences		
<b>Balance at end of year</b>	-	-

4.1 Allocation of goodwill to cash-generating units

Goodwill has been allocated for impairment testing purposes to the following cash-generating units.

- Annuity projects
- Operation and maintenance
- Others

The carrying amount of goodwill was allocated to cash-generating units as follows.

Particulars	As at March 31, 2018	As at March 31, 2017
- Annuity projects		
- Operation and maintenance		
- Others		
<b>Total</b>	-	-



5. Intangible assets

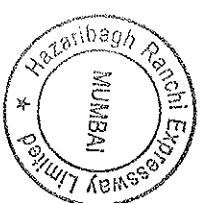
Particulars	Balance as at April 1, 2016	Opening Adjustments	Cost or deemed cost			Accumulated Amortisation			Carrying Amount					
			Additions	Deductions	Effect of foreign currency exchange differences	Balance As at March 31, 2017	Balance as at April 1, 2016	Opening Adjustments	Amortisation expense	Deductions	Effect of foreign currency exchange differences	Balance As at March 31, 2017	As at March 31, 2017	As at April 1, 2017
Software / Licenses acquired	63,358	-	-	-	-	63,358	63,355	-	-	-	63,355	3	-	3
Commercial rights acquired	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Subtotal (a)	63,358	-	-	-	-	63,358	63,355	-	-	-	63,355	3	-	3
Rights under service concession arrangements (b)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Intangible assets under development (c)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total (a+b+c)	63,358	-	-	-	-	63,358	63,355	-	-	-	63,355	3	-	3

Particulars	Balance as at April 1, 2017	Opening Adjustments	Cost or deemed cost			Accumulated Amortisation			Carrying Amount					
			Additions	Deductions	Effect of foreign currency exchange differences	Balance As at March 31, 2018	Balance as at April 1, 2017	Opening Adjustments	Amortisation expense	Deductions	Effect of foreign currency exchange differences	Balance As at March 31, 2018	As at March 31, 2018	As at March 31, 2017
Software / Licenses acquired	63,358	-	-	-	-	63,358	63,355	-	-	-	63,355	3	-	3
Commercial rights acquired	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Subtotal (a)	63,358	-	-	-	-	63,358	63,355	-	-	-	63,355	3	-	3
Rights under service concession arrangements (b)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Intangible assets under development (c)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total (a+b+c)	63,358	-	-	-	-	63,358	63,355	-	-	-	63,355	3	-	3

Footnotes:

1. Estimates under Service Concession Arrangement - Right under Service Concession Arrangements / Intangible assets under Development  
 Estimates under Service Concession Arrangements  
 Under Service Concession Arrangement (SCA), where a Special Purpose Vehicle (SPV) has received the right to charge users of a public service, such rights are recognized and classified as "Intangible Assets". Such a right is an unconditional right to receive consideration however the amounts are contingent to the extent that the public uses the service.  
 The book value of such an Intangible Asset is recognized by the SPV at the fair value of the constructed asset which comprises of the actual construction cost plus the margins as per the SCA.  
 The Intangible Asset is amortised on the basis of units of usage method over the lower of the remaining concession period or useful life of such Intangible asset, in terms of each SCA. However, with respect to toll road assets constructed and in operation as at March 31, 2018, the amortization of such Intangible rights are based on actual revenue earned compared to total projected revenue from the project over the balance concession period to cost of Intangible assets, instead of traffic count.  
 Estimates of margins are based on internal evaluation by the management. Estimates of units of usage, toll rates, contractual liability for overlay expenditure and the timing of the same are based on technical evaluations and / or traffic study estimates by external agencies.  
 These factors are consistent with the assumptions made in the previous years.

Particulars	As at March 31, 2018		As at March 31, 2017	
	March 31, 2018	Year ended March 31, 2018	March 31, 2017	Year ended March 31, 2017
Cumulative Margin on construction in respect of Intangible Assets / Intangible Assets under development	-	-	-	-
Particulars	-	-	-	-
Amortisation charge in respect of Intangible assets	-	-	-	-



HAZARIBAGH RANCHI EXPRESSWAY LIMITED  
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6 Investments in associates

6.1 Break-up of investments in associates (carrying amount determined using the equity method of accounting)

Particulars	As at March 31, 2018		As at March 31, 2017	
	Qty	Amount	Qty	Amount
Quoted Investments (all fully paid)				
Investments in Equity Instruments (at Deemed cost)				
Total aggregate quoted investments (A)				-
Unquoted Investments (all fully paid)				
Investments in Equity Instruments (at cost)				
Total aggregate unquoted investments (B)		-		-
Total investments carrying value (A) + (B)		-		-

~~NOT APPLICABLE~~

Particulars	As at March 31, 2018		As at March 31, 2017	
	Deemed Cost	Market value	Deemed Cost	Market value
Aggregate market value of quoted investments	-		-	

6.2 Details and financial information of material associate

There is no material associate identified by the Group as per group policy i.e. 20% of group networth against carrying value of individual investment in associates

6.3 Financial information in respect of individually not material associates

Aggregate information of associates that are not individually material	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
The Group's share of profit / (loss)		
The Group's share of other comprehensive income		
The Group's share of total comprehensive income	-	-

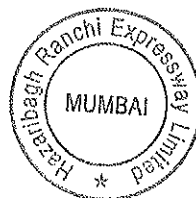
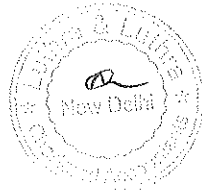
~~NOT APPLICABLE~~

Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
Aggregate carrying amount of the Group's interests in these associates	-	-

Unrecognised share of losses of an associate

Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
Share of profit / (loss) for the year		

Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
Cumulative share of loss of an associate		



HAZARIBAGH RANCHI EXPRESSWAY LIMITED  
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7. Investments in joint ventures

7.1 Break-up of investments in joint ventures

Particulars	As at March 31, 2018		As at March 31, 2017	
	Qty	Amount	Qty	Amount
<b>Unquoted Investments (all fully paid)</b>				
(a) Investments in Equity Instruments (at cost / Deemed cost)				
(b) Investments in covered warrant (at Deemed cost)				
(c) Investments in debentures or bonds (at amortised cost)		-		-
<b>Total investments carrying value</b>		-		-

8. Other Non Current Investments

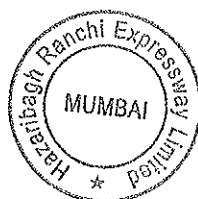
Particulars	As at March 31, 2018		As at March 31, 2017	
	Qty	Amount	Qty	Amount
<b>Unquoted Investments (all fully paid)</b>				
Investments in Equity Instruments				
<b>TOTAL INVESTMENTS (A)</b>				-
Add / (Less) : Fair value of investments (B)				
<b>TOTAL INVESTMENTS CARRYING VALUE (A) + (B)</b>		-		-

Category-wise other investments – as per Ind AS 109 classification

Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
Financial assets carried at fair value through profit or loss (FVTPL)		
Held for trading non-derivative financial assets		
<b>Sub-total (a)</b>		-
Financial assets carried at amortised cost		
Debentures		
<b>Sub-total (b)</b>		-
<b>Grand total (a+b)</b>		-

Footnotes:

Add any relevant Footnotes, in case any



HAZARIBAGH RANCHI EXPRESSWAY LIMITED  
Notes forming part of Financial Statements for the year ended March 31, 2018  
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9. Trade receivables

Particulars	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
<b>Trade receivables from related parties</b>				
-Unsecured, considered good				
Less : Allowance for expected credit loss				
<b>Trade receivables from others</b>				
-Unsecured, considered good				
Less : Allowance for expected credit loss				
-Unsecured, considered doubtful				
Less : Allowance for bad and doubtful debts				
<b>Total</b>	-	-	-	-

Footnotes :

- There are no receivables due from directors or other officers of the company either severally or jointly with any other person; and from firms or private companies respectively in which any director is a partner, a director or a member.
- Trade receivables are generally on terms of \_\_\_ to \_\_\_ days and certain receivables carry interest for overdue period.
- Expected credit loss ("ECL") is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the weighted average cost of borrowings of the Company.
- The estimated realization date of the receivables has been taken by considering the cash flow model of the respective project SPV's which in the view of the management is the most realistic and appropriate way for estimating the realization date of the receivables with respect to the project SPV's. In respect of other than project SPV's, the management has carried out its internal assessment procedures and accordingly the realization date has been estimated.

Age of receivables that are past due but not impaired

Particulars	Rs.		
	As at March 31, 2018	As at March 31, 2017	As at April 1, 2015
XX-XX days			
XX-XX days			
<b>Total</b>	-	-	-
Average age (days)			

9.1 Movement in the allowance for expected credit loss

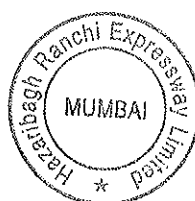
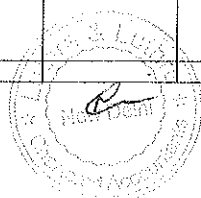
Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
Balance at beginning of the year	-	-
Adjustment for recognising revenue at fair value		
Loss allowance measured at an amount of 12 months ECL		
Loss allowance measured at an amount of more than 12 months ECL		
Reversal of Expected credit losses on trade receivables		
<b>Balance at end of the year</b>	-	-
Pertaining to the ECL Adjustments	-	-
Pertaining to the adjustment for revenue at fair value	-	-
<b>Total</b>	-	-

10. Loans

Particulars	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
<b>a) Loans to related parties</b>				
-Unsecured, considered good				
Less : Allowance for expected credit loss				
<b>Subtotal (a)</b>	-	-	-	-
<b>b) Loans to other parties</b>				
-Unsecured, considered good				
Less : Allowance for expected credit loss				
-Unsecured, considered doubtful				
Less : Allowance for bad and doubtful debts				
<b>Subtotal (b)</b>	-	-	-	-
<b>Total (a+b)</b>	-	-	-	-

10.1 Movement in the allowance for expected credit loss

Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
Balance at beginning of the year	-	-
Loss allowance measured at an amount of 12 months ECL		
Loss allowance measured at an amount of more than 12 months ECL		
Reversal of Expected credit losses on loans given		
Reversal of Expected credit losses on account of acquisition of subsidiary		
<b>Balance at end of the year</b>	-	-



HAZARIBAGH RANCHI EXPRESSWAY LIMITED  
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11. Other financial assets (Unsecured, considered good unless otherwise mentioned)

Particulars	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
Receivable under service concession arrangements	7,76,97,96,292	63,55,42,161	8,39,57,29,150	58,77,38,683
Claim & others receivable from authority		83,74,510		
Derivative assets				
Advances recoverable :				
From related parties				
Allowance for expected credit loss				
From related parties considered doubtful				
Allowance for doubtful advances				
From others				
From others considered doubtful				
Allowance for doubtful advances				
Interest accrued - Related Party				
Interest accrued - Others				
Receivable for sale of investment				
Call Option Premium Assets				
Retention money receivable - Related Party				
Retention money receivable - Others				
Security Deposits - Related Party				
Security Deposits - Others	8,05,512.00		8,05,512.00	
Grant receivable				
Unbilled Revenue				
Balances with Banks in deposit accounts (under lien)				
Interest Accrued on fixed deposits		49,67,756.00		40,06,785.76
Inter-corporate deposits				
<b>Total</b>	<b>7,77,06,01,804</b>	<b>64,88,84,427</b>	<b>8,39,65,34,662</b>	<b>59,17,45,469</b>

Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
Cumulative Margin on construction and operation & maintenance and renewal services recognised in respect of Financial Assets		
Future Operation and maintenance and renewal services considered in respect of Financial Assets		
Revenue recognised on Receivables against Service Concession Arrangement on the basis of effective interest method		

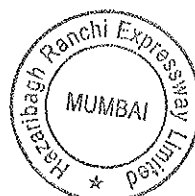
12. Inventories (At lower of cost and net realisable value)

Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
Raw materials		
Work-in-progress		
Stock-in-trade		
Stores and spares		
<b>Total</b>		

13. Cash and cash equivalents

For the purposes of the statement of cash flows, cash and cash equivalents include cash on hand and in banks, net of outstanding bank overdrafts. 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	Rs.	
	As at March 31, 2018	As at March 31, 2017
Balances with Banks		
In current accounts	9,73,600	1,67,26,222
In deposit accounts	74,17,82,800	74,00,00,000
Cash on hand	1,391	1,391
<b>Cash and cash equivalents</b>	<b>74,27,57,791</b>	<b>75,67,27,613</b>
Unpaid dividend accounts		
Balances held as margin money or as security against borrowings	56,39,00,000	56,39,00,000
<b>Other bank balances</b>	<b>56,39,00,000</b>	<b>56,39,00,000</b>





HAZARIBAGH RANCHI EXPRESSWAY LIMITED  
Notes forming part of Financial Statements for the year ended March 31, 2018  
(For Consolidation into the Financial Information of I&FS Transportation Networks Limited)

Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
Cash and cash equivalents	74,27,57,791	75,67,27,613
Less – Secured Demand loans from banks (Cash credit)(shown under current borrowings in note 18)		
Less – Unsecured Demand loans from banks (Bank overdraft) (shown under current borrowings in note 18)		
<b>Cash and cash equivalents for statement of cash flows</b>	<b>74,27,57,791</b>	<b>75,67,27,613</b>

c. Non-cash transactions excluded from cash flow statement  
Please add as necessary

14. Other assets (Unsecured, considered good unless otherwise mentioned)

Particulars	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
Capital Advances				
-Secured, considered good				
-Unsecured, considered good				22,900
-Doubtful				
Less : Allowance for bad and doubtful loans				
Other advances		48,20,359		18,07,486
Prepaid expenses		17,52,620		
Preconstruction and Mobilisation advances paid to contractors and other advances				
Mobilisation advances considered doubtful				
Allowance for doubtful advances				
Advance Against Properties				
Debts due by Directors				
Current maturities of Long term loans and advances				
Indirect tax balances / Receivable credit		76,87,185		76,87,185
Others assets				
<b>Total</b>	-	<b>1,42,60,164</b>	-	<b>95,17,571</b>



15. Equity Share Capital

Particulars	As at March 31, 2018		As at March 31, 2017	
	Number of shares	Rs.	Number of shares	Rs.
<b>Authorised</b>				
Equity Shares of ₹ 10/- each fully paid	13,20,00,000	1,32,00,00,000	13,20,00,000	1,32,00,00,000
<b>Issued, Subscribed and Paid up Equity Shares of ₹ 10/- each fully paid</b>	13,10,00,000	1,31,00,00,000	13,10,00,000	1,31,00,00,000
<b>Total</b>	<b>13,10,00,000</b>	<b>1,31,00,00,000</b>	<b>13,10,00,000</b>	<b>1,31,00,00,000</b>

15.1 Reconciliation of the number of equity shares outstanding at the beginning and at the end of the year :

Particulars	Year ended March 31, 2018		Year ended March 31, 2017	
	Number of shares	Rs.	Number of shares	Rs.
Shares outstanding at the beginning of the year	13,10,00,000	1,31,00,00,000	13,10,00,000	1,31,00,00,000
Shares issued during the year				
Shares outstanding at the end of the year	13,10,00,000	1,31,00,00,000	13,10,00,000	1,31,00,00,000

15.2 Details of shares held by the holding company, the ultimate controlling party, their subsidiaries and associates

Particulars	As at March 31, 2018	As at March 31, 2017
IL&FS Transportation Networks Limited, the holding company	13,09,86,900	13,09,86,900

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

Equity Shareholder	As at March 31, 2018		As at March 31, 2017	
	Number of shares held	% holding in the class of shares	Number of shares held	% holding in the class of shares
IL&FS Transportation Networks Limited, the holding Company	13,09,86,900	99.99%	13,09,86,900	99.99%
<b>Total</b>	<b>13,10,00,000</b>	<b>99.99%</b>	<b>13,10,00,000</b>	<b>99.99%</b>

15.4 The Company has one class of equity shares with face value of ₹ 10 each fully paid-up. Each shareholder has a voting right in proportion to his holding in the paid-up equity share capital of the Company.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Where final dividend is proposed by the Board of Directors, it is subject to the approval of the shareholders in the Annual General Meeting.

16. Other Equity (excluding non-controlling interests)

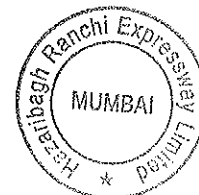
Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
<b>Capital Reserve</b>		
Balance at beginning of the year		
Adjustments during the year		
Balance at end of the year	-	-
<b>Securities premium reserve</b>		
Balance at beginning of the year		
Addition during the year from issue of equity shares on a rights basis		
Premium utilised towards discount on issue of Non-Convertible Debentures		
Premium utilised towards rights issue expenses		
Balance at end of the year	-	-
<b>General reserve</b>		
Balance at beginning of the year		
Transfer from balance in Statement of Profit and Loss		
Balance at end of the year	-	-



HAZARIBAGH RANCHI EXPRESSWAY LIMITED  
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(For Consolidation into the Financial Information of IL&FS Transportation Networks Limited)

<u>Capital Reserve on consolidation</u>		
Balance at beginning of the year		
Addition during the year		
Balance at end of the year	-	-
<u>Debenture redemption reserve</u>		
Balance at beginning of the year		
Transfer from / (to) balance in the Statement of Profit and Loss		
Adjustment during the year for cessation of a subsidiary		
Balance at end of the year	-	-
<u>Deemed Equity</u>		
Balance at beginning of the year	1,28,53,99,854	1,28,53,99,854
Addition during the year		
Balance at end of the year	1,28,53,99,854	1,28,53,99,854
<u>Retained earnings</u>		
Balance at beginning of year	(1,68,20,24,444)	(1,27,89,66,060)
Profit attributable to owners of the Company	(22,22,88,461)	(40,30,58,384)
Payment of dividends on equity shares		
Transfer (to) / from debenture redemption redemption reserve		
Consolidated adjustments		
Balance at end of the year	(1,90,43,12,905)	(1,68,20,24,444)
<b>Sub-Total</b>	<b>(61,89,13,051)</b>	<b>(39,66,24,590)</b>
<u>Items of other comprehensive income</u>		
<u>Cash flow hedging reserve</u>		
Balance at beginning of year		
Gain/(loss) arising on changes in fair value of designated portion of hedging instruments entered into for cash flow hedges		
Balance at end of the year	-	-
<u>Foreign currency translation reserve</u>		
Balance at beginning of year		
Exchange differences arising on translating the foreign operations		
Balance at end of the year	-	-
<u>Defined benefit plan adjustment</u>		
Balance at beginning of the year		
Other comprehensive income arising from re-measurement of defined benefit		
Balance at end of the year	-	-
<u>Others</u>		
Balance at beginning of the year		
Adjustments during the year		
Balance at end of the year	-	-
<b>Sub-Total</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>(61,89,13,051)</b>	<b>(39,66,24,590)</b>

Footnotes :



**HAZARIBAGH RANCHI EXPRESSWAY LIMITED**  
**Notes forming part of Financial Statements for the year ended March 31, 2018**  
**(For Consolidation into the Financial Information of IL&FS Transportation Networks Limited)**

**17. Non-controlling interests**

Particulars	As at March 31, 2018	As at March 31, 2017
Balance at beginning of year		
Share of profit for the year		
Non-controlling interests arising on the acquisition of / additional investment in a subsidiary (net)		
Reduction in non-controlling interests on disposal of a subsidiary		
Additional non-controlling interests arising on disposal of interest in subsidiary that does not result in loss of control (net)		
<b>Total</b>	-	-

Rs.



18. Borrowings

Particulars	As at March 31, 2018			As at March 31, 2017		
	Long-term	Current portion	Short-term	Long-term	Current portion	Short-term
<b>Secured – at amortised cost</b>						
(i) Bonds / debentures (refer Footnote 3)						
- from other parties						
a) 8.50% Redeemable NCD - Series A	4,64,00,45,475	39,08,97,496		4,88,32,51,797	28,14,26,222	
b) 8.75% Redeemable NCD - Series B	1,44,93,35,090	9,56,38,744		1,78,03,35,842	20,38,30,168	
(ii) Term loans						
- from banks						
- from financial institutions						
- from related parties (Refer Note 42)	19,99,13,175			18,35,28,888		
- from other parties						
(iii) Other loans						
- Demand loans from banks (Cash credit)						
<b>Unsecured – at amortised cost</b>						
(i) Bonds / debentures (refer Footnote 3)						
- from related parties (Refer Note 42)						
- from other parties						
(ii) Term loans						
- from banks						
- from financial institutions						
- from related parties (Refer Note 42)	59,17,42,998		1,26,46,61,699	54,32,45,509		1,30,73,34,566
- from other parties						
(iii) Finance lease obligations						
(iv) Commercial paper						
(v) Other loans						
- Redeemable preference share capital (refer Footnote 4)						
- Demand loans from banks (bank overdraft)						
<b>Total</b>	<b>6,88,10,36,738</b>	<b>48,65,36,240</b>	<b>1,26,46,61,699</b>	<b>7,39,03,62,036</b>	<b>48,52,56,390</b>	<b>1,30,73,34,566</b>
Less: Current maturities of long term debt clubbed under "other current liabilities"	-	48,65,36,240	-	-	48,52,56,390	-
<b>Total</b>	<b>6,88,10,36,738</b>	<b>-</b>	<b>1,26,46,61,699</b>	<b>7,39,03,62,036</b>	<b>-</b>	<b>1,30,73,34,566</b>

11.1 Summary of borrowing arrangements

(i) Amounts repayable to related parties of the Company. Interest of 0% per annum is charged on the outstanding loan balances (as at March 31, 2016; 12% per annum; as at April 1, 2015: 12% per annum).

Footnotes:

1. Security details

Secured against:	As at March 31, 2018		As at March 31, 2017	
	Long-term	Short-term	Long-term	Short-term
Non Convertible Debentures (Refer Foot Note: i)	6,08,93,80,565	48,65,36,240	6,88,35,87,639	48,52,56,390
Term Loan (Refer Foot Note: ii)				
Loans from related parties	19,99,13,175	-	18,35,28,888	-
<b>Total</b>	<b>6,28,92,93,740</b>	<b>48,65,36,240</b>	<b>6,84,71,16,527</b>	<b>48,52,56,390</b>

Foot Note: i

The Company has issued and allotted 8.50% redeemable, listed, rated, secured non-convertible debentures of a nominal value of INR 1,00,000 each on a private placement basis, aggregating to INR 538.00 crores in accordance with the Terms and Conditions ("Senior Financing") and 8.75% redeemable, listed, rated, secured non-convertible debentures of a nominal value of INR 1,00,000 each on a private placement basis, aggregating to INR 177.00 crores in accordance with the Terms and Conditions ("Junior Financing"). The Debentures have the benefit of Security over the Secured Assets. The Debentures comprising the Senior Debentures are issued as Series A Debentures, comprising 10 sub-series of Debentures numbered Series A1 – Series A10. The Debentures comprising the Junior Financing are issued as Series B Debentures, comprising 10 sub-series of Debentures numbered Series B1 – Series B10.

(i) a first ranking pari passu charge over all the Company's tangible moveable properties and assets, both present and future, except the Project Assets;

(ii) a first ranking pari passu charge over all bank accounts of the Issuer including without limitation, the Escrow Account (or any account in substitution thereof) and the Debt Service Reserve Account except the Distribution Account, in all funds from time to time deposited therein and in all Permitted Investments or other securities representing all amounts credited to the Escrow Account and the Debt Service Reserve Account and any other bank accounts of the Company established pursuant to the Transaction Documents, including all revenues and receivables (including Fee) of the Issuer from the Project or otherwise, provided that:

(a) the same shall be applied in accordance with the waterfall of priority of payment as specified in Clause 31 of the Concession Agreement and Clause 4 of the Escrow Agreement, and shall, in no case, exceed beyond the limits set out therein;

(b) the charge over the receivables shall be enforceable by the Debenture Holders or on their behalf, only for the purpose of ensuring that the receivables are credited to the Escrow Account that shall be applied in accordance with the waterfall of priority of payment specified in Clause 31 of the Concession Agreement and Clause 4 of the Escrow Agreement;

(iii) a first ranking pari passu charge/ assignment on all the intangible assets of the Issuer including but not limited to goodwill, rights, undertakings and uncalled capital both present and future, except the Project Assets (as such term is defined in the Concession Agreement), provided that the charge on uncalled capital shall be subject to Clause 5.3, Clause 7.1(k) and Clause 31 of Concession Agreement;

(iv) assignment by way of Security in:

(a) all the right, title, interest, benefits, claims and demands whatsoever of the Issuer in the Project Agreements;

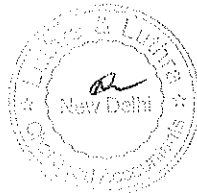
(b) the right, title and interest of the Issuer in, to and under all the Authorisations;

(c) all the right, title, interest, benefits, claims and demands whatsoever of the Issuer in any guarantees, letters of credit, including but not limited to contractor guarantees, liquidated damages and performance bonds that may be provided by any party to the Project Agreements in favour of the Issuer; and

(d) all the right, title, interest, benefits, claims and demands whatsoever of the Issuer under all insurance Contracts and Insurance Proceeds;

Foot Note: ii

Term loan from holding company is secured by second pari passu charge over all assets other than the project assets



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

Particulars	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
	₹	₹	Frequency of Repayment*	Frequency of Repayment*
Less than 1 year	50,00,00,000	64,00,00,000	SA	SA
1-3 Years	1,14,50,00,000	1,05,00,00,000	SA	SA
3 to 5 years	1,32,50,00,000	1,23,50,00,000	SA	SA
5+ years	3,54,00,00,000	6,20,50,00,000	SA	SA
<b>Total</b>	<b>6,51,00,00,000</b>	<b>9,13,00,00,000</b>		

QT = Quarterly, Y = Yearly, SA = Semi Annually and B = Bullet repayment

Note: Pursuant to the Amendment Agreement dated October 13, 2016 entered between the Promoter I&FS Transportation Networks Limited ("ITNL") and the Company, the subordinate debt Rs. 500 million given by ITNL to the Company and Short Term Loans to the extent of Rs.1,480 million will not carry interest with effect from October 1, 2016 and provide the right to ITNL to convert the outstanding debt into equity.

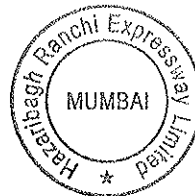
**3. Repayment Schedule**

Secured Non Convertible Debentures: In unequal half yearly instalments commencing from October 2017 and terminating on April 2027.

Secured term loan in single bullet payment terminating on June 30, 2028:

Unsecured term loan in single bullet payment terminating on June 30, 2028:

Financial Year	8.50% Redeemable (Amt. In Rs.)	Amount of Secured Non Convertible Debentures - Repayment to Junior Financing (Amt. In Rs.)	Amount of Secured Term Loan Repayment (Amt. in Rs.)	Amount of Unsecured Term Loan Repayment (Amt. In Rs.)
2018-19	40,00,00,000	10,00,00,000	-	-
2019-20	40,00,00,000	15,00,00,000	-	-
2020-21	45,00,00,000	14,50,00,000	-	-
2021-22	51,00,00,000	13,00,00,000	-	-
2022-23	49,00,00,000	19,50,00,000	-	-
2023-24	54,00,00,000	19,00,00,000	-	-
2024-25	56,00,00,000	17,00,00,000	-	-
2025-26	60,00,00,000	18,50,00,000	-	-
2026-27	66,00,00,000	19,00,00,000	-	-
2027-28	37,00,00,000	7,50,00,000	-	-
2028-29	-	-	50,00,00,000	1,48,00,00,000
	<b>4,98,00,00,000</b>	<b>1,83,00,00,000</b>	<b>50,00,00,000</b>	<b>1,48,00,00,000</b>



## HAZARIBAGH RANCHI EXPRESSWAY LIMITED

Notes forming part of Financial Statements for the year ended March 31, 2018

(For Consolidation into the Financial Information of IL&amp;FS Transportation Networks Limited)

## 3. The details of 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	
						As at March 31, 2018	As at March 31, 2017
<b>Secured</b>							
Series AI	1,00,000	8.50	Bullet Repayment	October 13, 2017	4,000	-	4,000
Series BI	1,00,000	8.75	Bullet Repayment	October 13, 2017	2,400	-	2,400
Series AIII	1,00,000	8.50	Bullet Repayment	October 12, 2018	2,000	2,000	2,000
Series BIII	1,00,000	8.75	Bullet Repayment	April 13, 2018	450	450	450
Series AII	1,00,000	8.50	Bullet Repayment	April 13, 2018	2,000	2,000	2,000
Series BIII	1,00,000	8.75	Bullet Repayment	October 12, 2018	550	550	550
Series AIV	1,00,000	8.50	Bullet Repayment	April 12, 2019	2,000	2,000	2,000
Series BIV	1,00,000	8.75	Bullet Repayment	April 12, 2019	700	700	700
Series AV	1,00,000	8.50	Bullet Repayment	October 14, 2019	2,000	2,000	2,000
Series BV	1,00,000	8.75	Bullet Repayment	October 14, 2019	800	800	800
Series AVI	1,00,000	8.50	Bullet Repayment	April 14, 2020	2,000	2,000	2,000
Series BVI	1,00,000	8.75	Bullet Repayment	April 14, 2020	900	900	900
Series AVII	1,00,000	8.50	Bullet Repayment	October 14, 2020	2,500	2,500	2,500
Series BVII	1,00,000	8.75	Bullet Repayment	October 14, 2020	550	550	550
Series AIX	1,00,000	8.50	Bullet Repayment	October 14, 2021	2,500	2,500	2,500
Series BVIII	1,00,000	8.75	Bullet Repayment	April 14, 2021	550	550	550
Series AVIII	1,00,000	8.50	Bullet Repayment	April 14, 2021	2,600	2,600	2,600
Series BXI	1,00,000	8.75	Bullet Repayment	October 14, 2021	750	750	750
Series AX	1,00,000	8.50	Bullet Repayment	April 14, 2022	2,400	2,400	2,400
Series BX	1,00,000	8.75	Bullet Repayment	April 14, 2022	950	950	950
Series AXI	1,00,000	8.50	Bullet Repayment	October 14, 2022	2,500	2,500	2,500
Series BXI	1,00,000	8.75	Bullet Repayment	October 14, 2022	1,000	1,000	1,000
Series AXII	1,00,000	8.50	Bullet Repayment	April 14, 2023	2,500	2,500	2,500
Series BXIII	1,00,000	8.75	Bullet Repayment	October 13, 2023	800	800	800
Series AXIII	1,00,000	8.50	Bullet Repayment	October 13, 2023	2,900	2,900	2,900
Series BXII	1,00,000	8.75	Bullet Repayment	April 14, 2023	1,100	1,100	1,100
Series AXIV	1,00,000	8.50	Bullet Repayment	April 12, 2024	2,600	2,600	2,600
Series BXV	1,00,000	8.75	Bullet Repayment	October 14, 2024	700	700	700
Series AXV	1,00,000	8.50	Bullet Repayment	October 14, 2024	3,000	3,000	3,000
Series BXIV	1,00,000	8.75	Bullet Repayment	April 12, 2024	1,000	1,000	1,000
Series AXVI	1,00,000	8.50	Bullet Repayment	April 14, 2025	3,000	3,000	3,000
Series BXVI	1,00,000	8.75	Bullet Repayment	April 14, 2025	850	850	850
Series AXVII	1,00,000	8.50	Bullet Repayment	October 14, 2025	3,000	3,000	3,000
Series BXVII	1,00,000	8.75	Bullet Repayment	October 14, 2025	1,000	1,000	1,000
Series AXIX	1,00,000	8.50	Bullet Repayment	October 14, 2026	3,500	3,500	3,500
Series BXVIII	1,00,000	8.75	Bullet Repayment	April 14, 2026	1,050	1,050	1,050
Series AXVIII	1,00,000	8.50	Bullet Repayment	April 14, 2026	3,100	3,100	3,100
Series BXIX	1,00,000	8.75	Bullet Repayment	October 14, 2026	850	850	850
Series AXX	1,00,000	8.50	Bullet Repayment	April 14, 2027	3,700	3,700	3,700
Series BXX	1,00,000	8.75	Bullet Repayment	April 14, 2027	750	750	750
<b>Total</b>	<b>40,00,000</b>				<b>71,500</b>	<b>65,100</b>	<b>71,500</b>

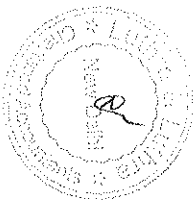


HAZARIBAGH RANCHI EXPRESSWAY LIMITED

Notes forming part of Financial Statements for the year ended March 31, 2018  
(For Consolidation into the Financial Information of IL&FS Transportation Networks Limited)

4. The Company has issued the following series of CRPS and CNCRPS

Series Name	Number of shares	Face value per share	Premium received per share	Maturity date	Dividend payout	Redemption terms
<del>NOT APPLICABLE</del>						





19. Other financial liabilities

Particulars	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
Current maturities of long-term debt		48,65,36,240		48,52,56,390
Current maturities of finance lease obligations				
Interest accrued & Not Due				
i) Related		18,44,39,571		4,03,28,348
Income received in advance				
Payable for purchase of capital assets				
Retention Money Payable				
Derivative liability				
Security Deposit from customer				
Connectivity Charges Payable				
Unpaid dividends				
Premium payable to authority				
Unearned Revenue				
Financial guarantee contracts				
<b>Total</b>		<b>67,09,75,811</b>		<b>52,55,84,738</b>

20. Provisions

Particulars	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
Provision for Employee benefits				
Provision for overlay (refer Footnote 1)				
Provision for replacement cost (refer Footnote 2)				
Provision for dividend tax on dividend on preference shares				
<b>Total</b>				

Footnotes:

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 contractual requirements, technology, expert opinions and expected price levels. Because actual cash flows can differ from estimates due to changes in laws, regulations, public expectations, technology, prices and conditions, and can take place many years in the future, the carrying amounts of provision is reviewed at regular intervals and adjusted to take account of such changes.

Accordingly, financial and accounting measurements such as the revenue recognized on financial assets, allocation of annuity into recovery of financial asset, carrying values of financial assets and depreciation of intangible assets and provisions for overlay in respect of service concession agreements are based on such assumptions.

Particulars	Year end March 31, 2018		Year end March 31, 2017	
	Non Current	Current	Non Current	Current
Balance at the beginning of the year				
Provision made during the year				
Utilised for the year				
Adjustment for foreign exchange fluctuation during the year				
Unwinding of discount and effect of changes in the discount rate				
<b>Balance at the end of the year</b>				

2. Provision for replacement cost

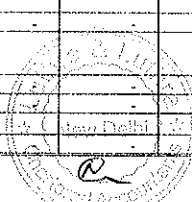
Particulars	Year end March 31, 2018		Year end March 31, 2017	
	Non Current	Current	Non Current	Current
Balance at the beginning of the year				
Provision made during the year				
Unwinding of discount and effect of changes in the discount rate				
<b>Balance at the end of the year</b>				

21. Deferred tax balances

The following is the analysis of deferred tax assets/(liabilities) presented in the balance sheet:

Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
Deferred tax assets		
Deferred tax liabilities		
<b>Deferred Tax Asset / (Liabilities) (Net)</b>		

Particulars	As at April 1, 2016		Movement Recognised in Statement of Profit and Loss	Acquisitions /disposals	Exchange difference	As at March 31, 2016	Movement Recognised in Statement of Profit and Loss	Movement Recognised in other comprehensive income	Acquisitions /disposals	Exchange difference	As at March 31, 2017
	As at April 1, 2016	As at April 1, 2016									
Deferred tax (liabilities)/assets in relation to:											
Cash flow hedges											
Property, plant and equipment											
Finance leases											
Intangible assets											
Unamortised borrowing costs											
Provision for doubtful loans											
Provision for doubtful receivables											
Defined benefit obligation											
Other financial liabilities											
Other financial assets											
Other assets											
Others											
Expected credit loss in investments											
Expected credit loss in financial assets											
Business loss											
Capital loss											
<b>Total (A)</b>											
Tax Losses											
Unabsorbed Depreciation											
<b>Total (B)</b>											
<b>Sub total</b>											
MAT Credit Entitlement (refer footnote 1)											
<b>Deferred Tax Asset / (Liabilities) (Net)</b>											



Footnotes :

22. Other liabilities

Particulars	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
	(a) Mobilisation Advance Received			
(b) Other Advance received		5,00,000.00		
(c) Others				
Statutory dues		41,67,933.00		32,86,386.00
Other Liabilities				
<b>Total</b>	-	<b>46,67,933.00</b>	-	<b>32,86,386.00</b>

23. Trade payables

Particulars	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
	Trade payables other than MSME			
1) Related		28,79,85,666		23,14,14,586
Bills payable				
Other		41,94,176		21,46,658
<b>Total</b>	-	<b>29,21,79,842</b>	-	<b>23,35,61,244</b>

24. Current tax assets and liabilities

Particulars	As at March 31, 2018		As at March 31, 2017	
	Non Current	Current	Non Current	Current
	Current tax assets			
Advance payment of taxes		6,41,84,055		5,50,47,021
<b>Total</b>	-	<b>6,41,84,055</b>	-	<b>5,50,47,021</b>
Current tax liabilities				
Provision for tax				
<b>Total</b>	-	-	-	-



HAZARIBAGH RANCHI EXPRESSWAY LIMITED  
Notes forming part of Financial Statements for the year ended March 31, 2018  
(For Consolidation into the Financial Information of IL&FS Transportation Networks Limited)

25. Revenue from operations

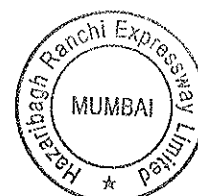
Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
(a) Advisory, Design and Engineering fees		
(b) Supervision fees		
(c) Operation and maintenance income	2,63,10,601	3,46,53,003
(d) Toll revenue		
(e) User fee income		
(f) Construction income		
Claim from authority		
Others		22,15,86,620
(g) Sales (net of sales tax)		
(h) Operation and maintenance Grant		
(i) Other operating income:		
Claim from authority		
Interest on Claims		
Profit on sale of investment in Subsidiary		
(j) Finance income	61,79,58,613	64,95,46,908
(k) Overlay Income	3,47,02,173	1,17,69,687
<b>Total</b>	<b>67,89,71,387.00</b>	<b>91,75,56,218.00</b>

26. Other Income

Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
Interest income earned on financial assets that are not designated as at fair value through profit or loss		
Interest on loans granted		
Interest on debentures		
Interest on bank deposits (at amortised cost)		
Interest on short term deposit		
Dividend Income on non-current investments	4,11,27,189	1,02,35,406
Profit on sale of investment (net) (refer Footnotes)		
Gain on disposal of property, plant and equipment		
Excess provisions written back		
Exchange rate fluctuation (Gain)		
Insurance claim received / receivable		
Miscellaneous income		
Other gains and losses		
Modification Gain & Loss on IRR		
Net gain/(loss) arising on financial assets designated as at FVTPL		
Net gain / (loss) on derecognition of financial assets measured at amortised cost		
Reversal of Expected credit losses on trade receivables (net)		
Reversal of Expected credit losses on loans given (net)		
Reversal of Expected credit losses on other financial assets (net)		
<b>Total</b>	<b>4,11,27,189</b>	<b>1,02,35,406</b>

26.1 Movement in Expected credit losses

Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
Expected credit loss allowance on trade receivables		
Reversal of Expected credit losses on trade receivables		
Reversal of Expected credit losses on trade receivables (net)	-	-
Expected credit loss allowance on loans given		
Reversal of Expected credit losses on loans given		
Expected credit losses on loans given (net)	-	-
Expected credit losses on other financial assets (net)	-	-



HAZARIBAGH RANCHI EXPRESSWAY LIMITED  
Notes forming part of Financial Statements for the year ended March 31, 2018  
(For Consolidation into the Financial Information of IL&FS Transportation Networks Limited)

27. Cost of Material Consumed & Construction Cost

Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
Material consumption		
Changes in inventories of finished goods, work-in-progress and stock-in-trade.		
Total (a)	-	-
Construction contract costs (b)		20,70,95,813.00
Total (a+b)	-	20,70,95,813.00

28. Operating Expenses

Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
Fees for technical services / design and drawings		
Construction cost		
Operation and maintenance expenses	2,45,90,001	3,23,85,022
Periodic maintenance expenses	3,24,32,801	1,10,00,000
Operation and maintenance expenses		
Provision for overlay expenses		
Provision for replacement cost		
Toll plaza expenses		
Other Operating Expenses		
Total	5,70,22,802	4,33,85,022

29. Employee benefits expense

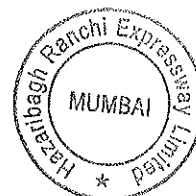
Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
Salaries and Wages		
Contribution to provident and other funds (Refer Note 37.1)		
Staff welfare expenses		
Deputation Cost		
Total	-	-

30. Finance costs

Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
(a) Interest costs		
Interest on bank overdrafts, loans and debentures		
Interest on loans for fixed period (refer Footnote)		36,72,13,459
Interest on Related Party	22,77,33,047	43,39,47,745
Interest on debentures	63,21,09,989	23,27,63,636
Discount on commercial paper		
Other interest expense		
(b) Dividend on redeemable preference shares		
(c) Other borrowing costs		
Guarantee commission		
Finance charges	20,67,447	3,39,92,557
Upfront fees on performance guarantee		
(d) Others		
Modification Gain & Loss	55,00,767	
Loss / (gain) arising on derivatives designated as hedging instruments in cash flow hedges		
(Gain) / Loss arising on adjustment for hedged item attributable to the hedged risk in a designated cash flow hedge accounting relationship		
Total (a+b+c+d)	86,74,11,250	1,06,79,17,397

Footnote :

Interest on bank overdrafts, loans and debentures is net off ₹ \_\_\_ Crore (previous year ₹ \_\_\_) on account of Credit Value Adjustment / Debit Value Adjustments (CVA / DVA) on derivative contracts on borrowings.



HAZARIBAGH RANCHI EXPRESSWAY LIMITED  
Notes forming part of Financial Statements for the year ended March 31, 2018  
(For Consolidation into the Financial Information of IL&FS Transportation Networks Limited)

31. Depreciation and amortisation expense

Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
Depreciation of property, plant and equipment	11,313	12,725
Depreciation of investment property (refer Note 3)	-	-
Amortisation of intangible assets (refer Note 5)	-	-
<b>Total depreciation and amortisation</b>	<b>11,313</b>	<b>12,725</b>

32. Other expenses

Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
Legal and consultation fees	1,54,87,178	1,03,61,531
Travelling and conveyance	2,05,058	5,61,320
Rent (refer Note 36.2)	-	-
Rates and taxes	24,172	2,19,504
Repairs and maintenance	4,56,000	-
Bank commission	1,77,484	6,864
Registration expenses	-	-
Communication expenses	3,446	15,404
Insurance	806	803
Printing and stationery	-	2,100
Electricity charges	-	-
Directors' fees	8,21,200	6,20,300
Loss on sale of fixed assets (net)	-	-
Brand Subscription Fee	-	-
Corporate Social Responsibility Exp. (Refer Note 32.2)	-	-
Business promotion expenses	-	-
Payment to auditors (Refer Note 32.1)	7,23,963	6,30,303
Provision for doubtful debts and receivables	-	-
Miscellaneous expenses	42,365	20,922
<b>Total</b>	<b>1,79,41,672</b>	<b>1,24,39,051</b>

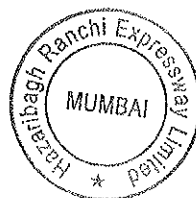
32.1 Payments to auditors

Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
a) For audit	3,68,750	3,01,563
b) For taxation matters	-	-
c) For other services	3,55,213	3,28,740
d) For reimbursement of expenses	-	-
e) Service tax on above	-	-
<b>Total</b>	<b>7,23,963</b>	<b>6,30,303</b>

32.2 Expenditure incurred for corporate social responsibility

In terms of Section 135 of the Companies Act, 2013, a Corporate Social Responsibility (CSR) Committee has been formed by the Company. The areas for CSR activities as per the CSR policy are (i) Promotion of education, (ii) promoting gender equality and empowering women, (iii) reducing child mortality and improving maternal health, (iv) ensuring environmental sustainability, (v) employment enhancing vocational skills, (vi) social business projects, (vii) contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government or the State Governments for socioeconomic development and relief and funds for the welfare of the Scheduled Castes, the Scheduled Tribes, other backward classes, minorities and women and (viii) such other matters as may be prescribed.

In line with Guidance Note on Accounting for Expenditure on Corporate Social Responsibility Activities, issued by the Institute of Chartered Accountants of India, the disclosure of the CSR expenditure during the year, is as under:



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Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
(a) Gross amount required to be spent by the company during the year:		
(b) Amount spent during the year on:		
(i) Skilling for employment		
(ii) Livelihood Development		
(iii) Education enhancement		
(iv) Local Area projects		
(v) Others		
<b>Total</b>	-	-

33. Income taxes

33.1 Income tax recognised in profit or loss

Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
<b>Current tax</b>		
In respect of the current period		
In respect of prior period	-	-
<b>Deferred tax</b>		
In respect of the current period		
MAT credit entitlement	-	-
<b>Total income tax expense recognised in the current period relating to continuing operations</b>	-	-

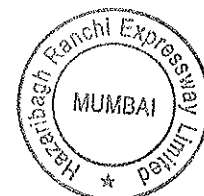
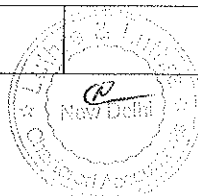
33.2 The income tax expense for the period can be reconciled to the accounting profit as follows:

Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
Profit before tax from continuing operations	(22,22,88,461)	(40,30,58,384)
Income tax expense calculated at 0% to 34.608%		
Income tax expense reported in the statement of profit and loss		
Movement to be explained	-	-
Set off against unabsorbed depreciation and carry forward losses		
Deferred tax not created on IndAS adjustment		
Effect of income that is exempt from taxation		
Effect of expenses that are not deductible in determining taxable profit		
Effect of unused tax losses and tax offsets not recognised as deferred tax assets		
Foreign Withholding tax		
Deferred tax not created on business losses		
Effect of different tax rates of subsidiaries operating in other jurisdictions		
Preference dividend accounted as finance cost in IndAS		
Reversal of tax at normal rate in the tax holiday period and MAT on book profit		
Effect on deferred tax balances due to the change in income tax rate		
Profit on sale of Investment. Nil tax since capital loss as per Tax		
Deferred tax created on Capital Losses		
Deferred tax created on Business Losses		
Others		
<b>Total movement explained</b>	-	-
Adjustments recognised in the current year in relation to the current tax of prior years	-	-
<b>Income tax expense recognised in profit or loss (relating to continuing operations)</b>	-	-

33.3 Income tax recognised in other comprehensive income

Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
<b>Deferred tax</b>		
Arising on income and expenses recognised in other comprehensive income:		
Effective portion of gains and losses on designated portion of hedging instruments in a cash flow hedge		
Re-measurement of defined benefit obligation		
<b>Total</b>	-	-

Bifurcation of the income tax recognised in other comprehensive income into:-  
Items that will not be reclassified to profit or loss  
Items that may be reclassified to profit or loss



34. Earnings per share

Particulars	Unit	Year ended March	Year ended March
		31, 2018	31, 2017
Profit for the year attributable to owners of the Company	₹	(22,22,88,461)	(40,30,58,384)
Weighted average number of equity shares	Number	13,10,00,000	13,10,00,000
Nominal value per equity share	₹	10.00	10.00
Basic / Diluted earnings per share	₹	(1.70)	(3.08)

35. Subsidiaries

Details of the Group's subsidiaries at the end of the reporting year are as follows.

Name of subsidiary	Principal activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the Group (%)	
			As at March 31, 2018	As at March 31, 2017
<b>1. Held directly:</b>				
<b>2. Held through subsidiaries:</b>				

35.1 Composition of the Group

Details of the Group's joint venture at the end of the reporting year are as follows.

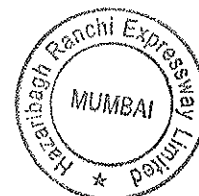
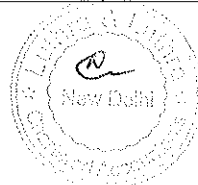
Name of joint operation	Principal activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the Group (%)	
			As at March 31, 2018	As at March 31, 2017
<b>Held Directly :</b>				
<b>Held through Subsidiaries :</b>				

The Group's interest in jointly controlled operations are :

Name of the Jointly Controlled Operations	Proportion of Group's Interest (%)	
	As at March 18	As at March 17

35.2 Details of the Group's associates at the end of the reporting period are as follows.

Name of joint operation	Principal activity	Place of incorporation and operation	Proportion of ownership interest and voting power held by the Group (%)	
			As at March 31, 2018	As at March 31, 2017
<b>1. Held directly :</b>				
<b>2. Held through Subsidiaries :</b>				



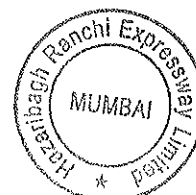
## 35.3 The financial position and results of the Companies which became a subsidiary / ceased to be a subsidiary

a. The financial position and results (after eliminations and consolidation adjustments) of entities which became subsidiaries during the Year ended March 31, 2018 are given below:

Particulars	Name of Subsidiary	Name of Subsidiary
<b>Assets As at March 31, 2018</b>		
Non-current assets		
Current assets		
Total	-	-
<b>Equity and Liability As at March 31, 2018</b>		
Total Equity		
Current liabilities		
Total	-	-
<b>Income for the period (from the date of incorporation / acquisition to March 31, 2018)</b>		
Operating income		
Other income		
Total Income	-	-
<b>Expenses for the period (from the date of incorporation / acquisition to March 31, 2018)</b>		
Operating expenses		
Depreciation		
Interest cost		
Other administrative expenses		
Total Expenses	-	-
Profit / (Loss) for the period before tax	-	-
Taxes	-	-
Profit / (Loss) for the period after tax	-	-
Other Comprehensive Income / (loss)	-	-
Total other comprehensive Income / (loss)	-	-

b. The financial position and results (after eliminations and consolidation adjustments) of entities which became subsidiaries during the Year ended March 31, 2017 are given below:

Particulars	Rs.					
	Name of Subsidiary	Name of Subsidiary	Name of Subsidiary	Name of Subsidiary	Name of Subsidiary	Name of Subsidiary
<b>Assets As at March 31, 2017</b>						
Non-current assets						
Current assets						
Total	-	-	-	-	-	-
<b>Equity and Liability As at March 31, 2017</b>						
Total Equity						
Non-current liabilities						
Current liabilities						
Total	-	-	-	-	-	-
<b>Income for the period (from the date of incorporation / acquisition to March 31, 2017)</b>						
Operating income						
Other income						
Total Income	-	-	-	-	-	-
<b>Expenses for the period (from the date of incorporation / acquisition to March 31, 2017)</b>						
Operating expenses						
Depreciation						
Interest cost						
Other administrative expenses						
Total Expenses	-	-	-	-	-	-
Profit / (Loss) for the period before tax	-	-	-	-	-	-
Taxes	-	-	-	-	-	-
Profit / (Loss) for the period after tax	-	-	-	-	-	-
Other Comprehensive Income / (loss)	-	-	-	-	-	-
Total other comprehensive Income / (loss)	-	-	-	-	-	-





HAZARIBAGH RANCHI EXPRESSWAY LIMITED

Notes forming part of Financial Statements for the year ended March 31, 2018

(For Consolidation into the Financial Information of IL&FS Transportation Networks Limited)

36. Leases

36.1 Obligations under finance leases

The Company as lessee

Finance lease liabilities

Rs.

Particulars	Minimum lease payments		Present value of minimum lease payments	
	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
Not later than one year				
Later than one year and not later than five years				
Later than five years				
Less: Future Finance charges				
<b>Present value of minimum lease payments</b>				

Rs.

Particulars	As at March 31, 2018	As at March 31, 2017
Included in the financial statements as:		
- Non-current borrowings (note 18)		
- Current maturities of finance lease obligations (note 18)		
<b>Total</b>		

36.2 Operating lease arrangements

The Company as lessee

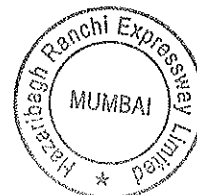
Leasing arrangements

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

Non-cancellable operating lease commitments

Rs.

Particulars	As at March 31, 2018	As at March 31, 2017
Not later than 1 year		
Later than 1 year and not later than 5 years		
Later than 5 years		
<b>Total</b>		



HAZARIBAGH RANCHI EXPRESSWAY LIMITED

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Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
Amount charged to the Statement of Profit and Loss for rent		
<b>Total</b>	-	-

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

**The Company as lessor**

Leasing arrangements

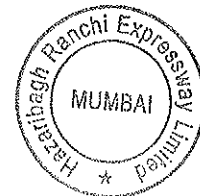
The Company has given certain machinery under a non-cancellable operating lease. The Company's future lease receivables under the operating lease arrangements as at the year ends are as under:

Future lease rentals:

Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
Not later than 1 year		
Later than 1 year and not later than 5 years		
Later than 5 years		
<b>Total</b>		-

Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
Amount credited to the Statement of Profit and Loss for rent		
<b>Total</b>	-	-

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



HAZARIBAGH RANCHI EXPRESSWAY LIMITED

Notes forming part of the Consolidated Financial Statements for the Year ended March 31, 2018

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37. Employee benefit plans

37.1 Defined contribution plans

The Company offers its employees defined contribution benefits in the form of provident fund, family pension fund and superannuation fund. Provident fund, family pension fund and superannuation fund cover substantially all regular employees. Contributions are paid during the year into separate funds under certain statutory / fiduciary-type arrangements. While both the employees and the Company pay predetermined contributions into the provident fund and pension fund, contributions to superannuation fund are made only by the Company. The contributions are normally based on a certain proportion of the employee's salary. The assets of the plans are held separately from those of the Company in funds under the control of Regional provident fund office and third party fund manager.

The total expense recognised in profit or loss of Rs. \_\_\_\_ (for the Year ended March 31, 2017: Rs. \_\_\_\_ ) represents contributions payable to these plans by the Company at rates specified in the rules of the plans.

37.2 Defined benefit plans

The Company offers its employees defined-benefit plans in the form of gratuity (a lump sum amount). Amounts payable under defined benefit plans are typically based on years of service rendered and the employee's eligible compensation (immediately before retirement). The gratuity scheme covers substantially all regular employees. In the case of the gratuity scheme, the Company contributes funds to the Life Insurance Corporation of India which administers the scheme on behalf of the Company. The Plan Assets comprise of a Gratuity Fund maintained by LIC of India. Commitments are actuarially determined at year end. Actuarial valuation is based on "Projected Unit Credit" method. The Company recognizes Actuarial Gain & Loss in the Other Comprehensive Income Account in the year in which they occur.

Under the plans, the employees are entitled to post-retirement lumpsum amounting to 30 days of final salary for each completed years of service. The eligible salary is Basic pay. Benefits are vested to employee on completion of 5 year

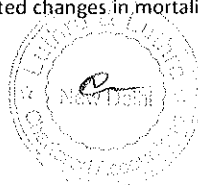
Investment risk	The present value of the defined benefit plan liability (denominated in Indian Rupee) is calculated using a discount rate which is determined based on the benchmark yields available on Government Bonds at the valuation date with terms matching that of the liabilities. If the return on plan asset is below this rate, it will create a plan deficit.
Interest risk	A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan's investments.
Longevity risk	The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.
Salary risk	The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability. the salary increase rates take into account inflation, seniority, promotion and other relevant factor

The actuarial calculations used to estimate defined benefit commitments and expenses are based on the following assumptions, which if changed, would affect the defined benefit commitment's size, funding requirements and pension expense. The principal assumptions used for the purposes of the actuarial valuations were as follows.

Particulars	Valuation as at	
	As at March 31, 2018	As at March 31, 2017
Discount rate(s)		
Rate of increase in compensation <sup>#</sup>		
Mortality rates <sup>*</sup>		
Employee Attrition rate (Past service)		

<sup>#</sup> The estimates of future salary increases considered in the actuarial valuation take into account inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

<sup>\*</sup> Based on India's standard mortality table with modification to reflect expected changes in mortality/ other



Amounts recognised in statement of profit and loss in respect of these defined benefit plans are as follows.

Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
Service cost:		
Current service cost		
Past service cost and (gain)/loss from settlements		
Net interest expense		
<b>Components of defined benefit costs recognised in profit or loss</b>	-	-
Remeasurement on the net defined benefit liability:		
Return on plan assets (excluding amounts included in net interest expense)		
Actuarial (gains) / losses arising from changes in demographic assumptions*		
Actuarial (gains) / losses arising from changes in financial assumptions		
Actuarial (gains) / losses arising from experience adjustments		
<b>Components of defined benefit costs recognised in other comprehensive income</b>	-	-
<b>Total</b>	-	-

\* This figure does not reflect interrelationship between demographic assumption and financial assumption when a limit is applied on the benefit, the effect will be shown as an experience

The current service cost and the net interest expense for the year are included in the 'Employee benefits expense' line item in the statement of profit and loss. The remeasurement of the net defined benefit liability is included in other comprehensive income. The amount included in the balance sheet arising from the entity's obligation in respect of its defined benefit plans is as follows.

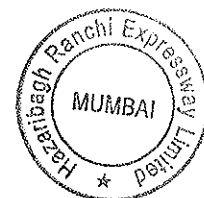
Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
Present value of funded defined benefit obligation		
Fair value of plan assets		
Funded status		
<b>Net liability arising from defined benefit obligation</b>	-	-

Movements in the present value of the defined benefit obligation are as follows:

Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
Opening defined benefit obligation		
Current service cost		
Interest cost		
Remeasurement (gains)/losses:		
Actuarial gains and losses arising from changes in demographic assumptions		
Actuarial gains and losses arising from changes in financial assumptions		
Actuarial gains and losses arising from experience adjustments		
Benefits paid		
Others -Transfer outs		
<b>Closing defined benefit obligation</b>	-	-

Movements in the fair value of the plan assets are as follows.

Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
Opening fair value of plan assets		
Interest income		
Remeasurement gain (loss):		
Return on plan assets (excluding amounts included in net interest expense)		
Adjustment to Opening Fair Value of Plan Asset		
Contributions from the employer		
Benefits paid		
<b>Closing fair value of plan assets</b>	-	-



The fair value of the plan assets at the end of the reporting period for each category, are as follows.

Particulars	Rs.		
	Fair Value of plan asset as at		
	As at March 31, 2018	As at March 31, 2017	As at April 1, 2015
Cash and cash equivalents	-	-	-
Gratuity Fund (LIC)	-	-	-
<b>Total</b>	-	-	-

All of the Plan Asset is entrusted to LIC of India under their \_\_\_\_\_. The reimbursement is subject to LIC's Surrender Policy. Since the scheme funds are invested with LIC of India Expected rate of return on Plan assets is based on rate of return declared by fund manager

The actual return on plan assets was ₹ \_\_\_\_ (2017: ₹ \_\_\_\_).

Significant actuarial assumptions for the determination of the defined obligation are discount rate, expected salary increase and mortality. The sensitivity analyses below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

· If the discount rate is 100 basis points higher/(lower), the defined benefit obligation would decrease by ₹ \_\_\_\_ (decrease by ₹ \_\_\_\_ As at March 31, 2017) and increase by ₹ \_\_\_\_ (increase by ₹ \_\_\_\_ As at March 31, 2017).

· If the salary escalation rate increases (decreases) by 1%, the defined benefit obligation would increase by ₹ \_\_\_\_ (increase by ₹ \_\_\_\_ As at March 31, 2017) and decrease by ₹ \_\_\_\_ (decrease by ₹ \_\_\_\_ As at March 31, 2017).

· If the Attrition rate increases (decreases) by 1%, the defined benefit obligation would increase by ₹ \_\_\_\_ (increase by ₹ \_\_\_\_ As at March 31, 2017) and decrease by ₹ \_\_\_\_ (decrease by ₹ \_\_\_\_ As at March 31, 2017).

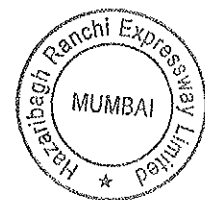
The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior year

The average duration of the benefit obligation at March 31, 2018 is \_\_\_\_ years (As at March 31, 2017: \_\_\_\_ years).

The expected contributions to the defined benefit plan for the next annual reporting period as at March 31 2018 is ₹ \_\_\_\_ ( as at March 31 2017 is ₹ \_\_\_\_ )



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38. Business combinations

38.1.1 Business combinations

Particulars	Principal activity	Date of acquisition	Rs.	
			Proportion of voting equity interests acquired (%)	Consideration transferred
During the period				
Name of Entity acquired				
Total				

38.1.2 Consideration transferred

Particulars	Rs.	
	Name of Entity acquired	Name of Entity acquired
Cash		
Others		
Total		

38.1.3 Assets acquired and liabilities recognized at the date of acquisition

Particulars	Rs.	
	Name of Entity acquired Date of acquisition	Name of Entity acquired Date of acquisition
<b>Current assets</b>		
Cash and cash equivalents		
Inventories		
Other current financial assets		
Other current assets		
<b>Non-current assets</b>		
Deferred tax Assets		
Non current tax		
Loans given		
Other non current financial assets		
Other Non current assets		
Total (A)		
<b>Current liabilities</b>		
Trade payables		
Other current financial liability		
Other current liability		
<b>Non-current liabilities</b>		
Borrowings		
Other non current financial liability		
Deferred Tax liability		
Total (B)		
Net Assets acquired (A-B)		

38.1.4 Goodwill arising on acquisition

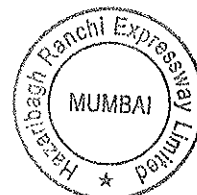
Particulars	Rs.	
	Name of Entity acquired	Name of Entity acquired
Consideration transferred		
Less: fair value of identifiable net assets acquired		
Goodwill arising on acquisition		

Goodwill arose in the acquisition of RLHL because the cost of the acquisition included a control premium. In addition, the consideration paid effectively included amounts in relation to the benefit of expected synergies, revenue growth and future market development.

None of the goodwill arising on these acquisitions is expected to be deductible for tax purposes.

38.1.5 Net cash outflow on acquisition of subsidiaries

Particulars	Rs.	
	Name of Entity acquired Date of acquisition	Name of Entity acquired Date of acquisition
Consideration paid in cash		
Less: cash and cash equivalent balances acquired		
Total		



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38.2 Disposal of a subsidiary

38.2.1 Consideration received

Rs.	
Particulars	Date of Disposal
Consideration received in cash and cash equivalents	
<b>Total consideration received</b>	-

38.2.2 Analysis of asset and liabilities over which control was lost

Rs.	
Particulars	Name of entity Date of Disposal
<b>Current assets</b>	
Cash and cash equivalents	
Other Current Financial assets	
Current tax assets (Net)	
Other assets	
<b>Non-current assets</b>	
Property, plant and equipment and Investment property	
Other Non Current Financial assets	
Other assets	
<b>Total (A)</b>	-
<b>Current liabilities</b>	
Borrowings	
Other financial liabilities	
Provisions	
Other current liabilities	
<b>Non-current liabilities</b>	
Borrowings	
<b>Total (B)</b>	-
<b>Net assets disposed of (A-B)</b>	-

38.2.3 Loss on disposal of a subsidiary

Rs.	
Particulars	Year ended March 31, 2018
Consideration received	-
Less : Net assets disposed of	-
Less : Goodwill impairment	-
<b>Loss on disposal</b>	-

38.2.4 Net cash inflow/outflow) on disposal of a subsidiary

Rs.	
Particulars	Year ended March 31, 2018
Consideration received in cash and cash equivalents	-
Less: cash and cash equivalent balance disposed of	-
<b>Total</b>	-



## HAZARIBAGH RANCHI EXPRESSWAY LIMITED

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## 39. Disclosure in respect of Construction Contracts

Particulars	Rs.	
	Year ended March 31, 2018	Year ended March 31, 2017
Contract revenue recognised as revenue during the year	-	22,15,86,620

Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
Cumulative revenue recognised	11,10,59,78,890	11,10,59,78,890
Advances received		
Retention Money receivable		
Gross amount due from customers for contract work, disclosed as asset (i.e. Unbilled Revenue)		
Gross amount due to customers for contract work, disclosed as liability (i.e. Unearned Revenue)		

## 40. Commitments for expenditure

Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
(a) Estimated amount of contracts remaining to be executed on Operation and Maintenance and not provided for	35,47,39,730	37,93,29,731
(b) Estimated amount of contracts remaining to be executed on Overlay expenses and not provided for	71,25,89,812	74,50,22,613
Total	1,06,73,29,542	1,12,43,52,344

## 41. Contingent liabilities and Letter of awareness and letter of financial support

## 41.1 Contingent liabilities

Particulars	Rs.	
	As at March 31, 2018	As at March 31, 2017
(a) Claims against the Company not acknowledged as debt		
- Demand for Assessment Year 2011-12 for which the Company's appeal is pending with the appellate authority	16,97,720	16,97,720
- Demand for Assessment Year 2012-13 for which the Company's appeal is pending with the appellate authority	28,01,010	28,01,010
(b) Other money for which the company is contingently liable		
- Income tax demands contested by the Group		
- Other tax liability		
- Royalty to Nagpur Municipal Corporation		
- Others		
- Contingent liabilities incurred by the Company arising from its NCD Refinance	-	6,48,00,000
(c) Guarantees/ counter guarantees issued in respect of other companies		
(d) Put option on sale of investment		
- Contingent liabilities incurred by the Company arising from its interests in joint ventures		
- Contingent liabilities incurred by the Company arising from its interests in associates		



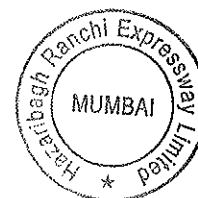
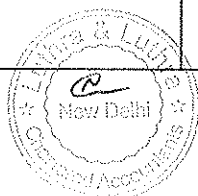


**HAZARIBAGH RANCHI EXPRESSWAY LIMITED**  
**Notes forming part of Financial Statements for the year ended March 31, 2018**  
**(For Consolidation into the Financial Information of IL&FS Transportation Networks Limited)**

**42. Related Party Disclosures**

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

Nature of Relationship	Name of Entity	Abbreviation used	March 2018	March 2017
Ultimate Holding Company	Infrastruture Leasing & Financial Services	ILFS	√	√
Holding Company	IL&FS Transportation Networks Limited	ITNL	√	√
Subsidiaries - Direct	NIL	NIL		
Subsidiaries - Indirect	NIL	NIL		
Fellow Subsidiaries of Holding Companies (Only with whom there have been transaction during the period/ there was balance outstanding at the year end)	ISSL CPG BPO Private Limited	ISSL		√
	IL&FS Financial Services Limited	IFIN	√	√
Associates - Direct	NIL	NIL		
Associates - Indirect	NIL	NIL		
Jointly Controlled Entities - Direct	NIL	NIL		
Jointly Controlled Entities - Indirect	NIL	NIL		
Jointly Controlled Operations	NIL	NIL		
Directors & Key Management Personnel ("KMP")	Gautam Tandasi	Manager	√	√
	Chandrakant Jagasia	Chief Financial Officer	√	√
	Dilip Darji	Company Secretary	√	√
	Sanjay Minglani	Director	√	√
	Vijay Kini	Director	√	√
	Sumathy Iyer	Director	√	√
	Prashant Agarwal	Director	√	√
	Sanjay Rane	Independent Director	√	√
	Paresh Shah	Independent Director		√
	Milan Chakravati	Independent Director	√	√
Capt. Swapan Paul	Independent Director	√	√	
Relatives of KMP	XX	XX		



HAZARIBAGH RANCHI EXPRESSWAY LIMITED

Notes forming part of Financial Statements for the year ended March 31, 2018

(For Consolidation into the Financial Information of IL&FS Transportation Networks Limited)

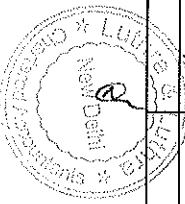
Related Party Disclosures (contd.)

Year ended March 31, 2018

(b) transactions/ balances with above mentioned related parties (mentioned in note 42 above)

Rs.

Particulars	ITNL	ILFS	IFIN	ISCBPL	KMP	Total
Balance						
Equity share Capital	1,30,98,69,000	-	-	-	-	1,30,98,69,000
Secured Loan - Subdebt	50,00,00,000	-	-	-	-	50,00,00,000
Unsecured Loan - Long Term	1,48,00,00,000	-	-	-	-	1,48,00,00,000
Unsecured Loan - Short Term	1,26,46,61,699	-	-	-	-	1,26,46,61,699
Interest Accrued and not due ST	18,44,39,571	-	-	-	-	18,44,39,571
Trade Payables	23,54,34,405	4,24,71,000	1,00,80,261	-	-	28,79,85,666
<b>Transactions</b>						
Interest on Loans (Expense)	16,28,51,266	-	-	-	-	16,28,51,266
Operating Expenses (Other than Construction Cost)	2,61,56,661	-	-	-	-	2,61,56,661
Finance Cost	3,79,66,500	4,64,03,500	4,21,85,000	-	-	12,65,55,000
Professional Fees	-	-	3,53,503	-	-	3,53,503
Deputation Cost	16,66,672	-	-	-	-	16,66,672
Periodic Maintenance Cost	3,63,24,737	-	-	-	-	3,63,24,737
Repayment of Lendings	7,15,20,759	-	-	-	-	7,15,20,759
Borrowings	2,88,47,892	-	-	-	-	2,88,47,892
Director Sitting Fees (Sanjay Minglani)	-	-	-	-	40,000	40,000
Director Sitting Fees (Vijay Kini)	-	-	-	-	1,50,000	1,50,000
Director Sitting Fees (Sumathy Iyer)	-	-	-	-	60,000	60,000
Director Sitting Fees (Prashant Agarwal)	-	-	-	-	60,000	60,000
Independent Director (Sanjay Rane)	-	-	-	-	1,60,000	1,60,000
Independent Director (Parash Shah)	-	-	-	-	-	-
Independent Director (Milan Chakravaty)	-	-	-	-	1,60,000	1,60,000
Independent Director (Capt. Swapan Paul)	-	-	-	-	70,000	70,000



**HAZARIBAGH RANCHI EXPRESSWAY LIMITED**  
Notes forming part of Financial Statements for the year ended March 31, 2018  
(For Consolidation into the Financial Information of IL&FS Transportation Networks Limited)

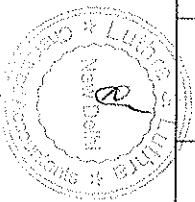
**Related Party Disclosures (contd.)**

**Year ended March 31, 2018**

**(b) transactions/ balances with above mentioned related parties (mentioned in note 42 above)**

Particulars	ITNL	ILFS	IFIN	ISCBPL	KMP	Total
Balance						
Equity share Capital	1,30,98,69,000	-	-	-	-	1,30,98,69,000
Secured Loan - Subdebt	50,00,00,000	-	-	-	-	50,00,00,000
Unsecured Loan - Long Term	1,48,00,00,000	-	-	-	-	1,48,00,00,000
Unsecured loan - Short Term	1,26,46,61,699	-	-	-	-	1,26,46,61,699
Interest Accrued and not due ST	18,44,39,571	-	-	-	-	18,44,39,571
Trade Payables	23,54,34,405	4,24,71,000	1,00,80,261	-	-	28,79,85,666
<b>Transactions</b>						
Interest on Loans (Expense)	16,28,51,266	-	-	-	-	16,28,51,266
Operating Expenses (Other than Construction Cost)	2,40,12,823	-	-	-	-	2,40,12,823
Finance Cost	3,21,75,000	4,64,03,500	4,25,38,503	-	-	12,11,17,003
Professional Fees	-	4,75,36,705	-	-	-	4,75,36,705
Deputation Cost	14,19,514	-	-	-	-	14,19,514
Periodic Maintenance Cost	3,24,32,801	-	-	-	-	3,24,32,801
Repayment of Lendings	2,88,47,892	-	-	-	-	2,88,47,892
Borrowings	7,15,20,759	-	-	-	-	7,15,20,759
Director Sitting Fees (Sanjay Minglani)	-	-	-	-	40,000	40,000
Director Sitting Fees (Vijay Kini)	-	-	-	-	1,50,000	1,50,000
Director Sitting Fees (Sumathy Iyer)	-	-	-	-	60,000	60,000
Director Sitting Fees (Prashant Agarwal)	-	-	-	-	60,000	60,000
Independent Director (Sanjay Rane)	-	-	-	-	1,60,000	1,60,000
Independent Director (Parash Shah)	-	-	-	-	-	-
Independent Director (Milan Chakravaty)	-	-	-	-	1,60,000	1,60,000
Independent Director (Capt. Swapan Paul)	-	-	-	-	70,000	70,000

Rs.



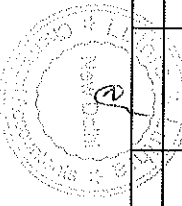
**HAZARIBAGH RANCHI EXPRESSWAY LIMITED**  
**Notes forming part of Financial Statements for the year ended March 31, 2018**  
**(For Consolidation into the Financial Information of IL&FS Transportation Networks Limited)**

Year ended March 31, 2017

(b) transactions/ balances with above mentioned related parties (mentioned in note 42 above)

Particulars	ITNL	ILFS	IFIN	ISCBPL	KMP	Total
Balance						
Equity share Capital	1,30,98,69,000	-	-	-	-	1,30,98,69,000
Secured Loan - Subdebt	50,00,00,000	-	-	-	-	50,00,00,000
Unsecured Loan - Long Term	1,48,00,00,000	-	-	-	-	1,48,00,00,000
Unsecured Loan - Short Term	1,30,73,34,566	-	-	-	-	1,30,73,34,566
Interest Accrued and not due ST	4,03,28,348	-	-	-	-	4,03,28,348
Trade Payables	19,38,77,086	-	3,75,37,500	-	-	23,14,14,586
Transactions						
Interest on loans (Expense)						-
Operating Expenses (Other than Construction Cost)	3,23,85,022	-	-	-	-	3,23,85,022
Construction Cost	20,70,95,813	-	-	-	-	20,70,95,813
Overlay Expenses	1,10,00,000	-	-	-	-	1,10,00,000
Finance Cost	40,17,73,494	-	-	-	-	40,17,73,494
Legal & Professional	-	-	-	18,400	-	18,400
Advisory Fees	-	-	4,11,12,500	-	-	4,11,12,500
Deputation Cost	11,70,337	-	-	-	-	11,70,337
Periodic Maintenance Cost	-	-	-	-	-	-
Repayment of lendings	1,60,59,42,594	-	-	-	-	1,60,59,42,594
Borrowings	91,00,00,000	-	-	-	-	91,00,00,000
Director Sitting Fees (Sanjay Minglani)	-	-	-	-	50,000	50,000
Director Sitting Fees (Vijay Kirli)	-	-	-	-	1,30,000	1,30,000
Director Sitting Fees (Sumathy Iyer)	-	-	-	-	60,000	60,000
Director Sitting Fees (Prashant Agarwal)	-	-	-	-	50,000	50,000
Independent Director (Sanjay Rane)	-	-	-	-	30,000	30,000
Independent Director (Parash Shah)	-	-	-	-	60,000	60,000
Independent Director (Milan Chakravaty)	-	-	-	-	1,40,000	1,40,000
Independent Director (Capt. Swapan Paul)	-	-	-	-	20,000	20,000
						-

Rs.



**HAZARIBAGH RANCHI EXPRESSWAY LIMITED**

Notes forming part of Financial Statements for the year ended March 31, 2018

(For Consolidation into the Financial Information of IL&FS Transportation Networks Limited)

**44. Approval of financial statements**


The Financial statements were approved for issue by the Board of Directors on 26th April 2018

In terms of our report attached.

**For Luthra & Luthra**

Chartered Accountants

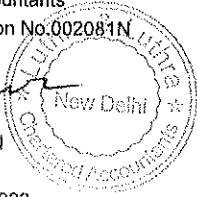
Firm Registration No. 002081N



Naresh Agarwal

Partner

Mem. No. : 504922



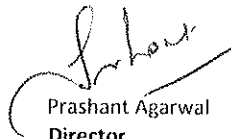
**For and on behalf of the Board**



Vijay Kini

Director

Din:06612768



Prashant Agarwal

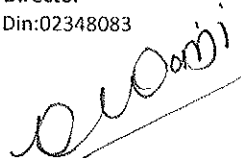
Director

Din:02348083



Chandrakant Jagasia

Chief Financial Officer



Dilip Darji

Company Secretary

Place: **Mumbai**

Date : **26th April, 2018**

Place: Mumbai

Date : 26th April 2018

