

INDEPENDENT AUDITOR'S REPORT

To the Members of Baramati Airport Private Limited

Report on the Financial Statements

1. We have audited the accompanying financial statements of Baramati Airport (P) Ltd. ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk

assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements, that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of Directors, as well as evaluating the overall presentation of the financial statements

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

Opinion

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

Report on Other Legal and Regulatory Requirements

7. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
8. As required by section 143(3) of the Act, we further report that:
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c. the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. in our opinion, the aforesaid financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014
 - e. on the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act

- f. With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) As per the best estimates made by the management on the basis of opinion taken, the Company is of the view that the ongoing litigations as at the reporting date would not have a material impact on its financial position;
 - ii) Based upon the assessment made by the company, there are no material foreseeable losses on its long term contracts that may require any provisioning.
 - iii) In view of there being no amount(s) required to be transferred to the Investor Education and Protection Fund for the year under audit the reporting under this clause is not applicable.

**For MKPS & Associates
Chartered Accountants
Firm's Regn No. 302014E**

CA Narendra Khandal
Partner
M. No. 065025

Mumbai, May 16, 2015

Annexure to Auditors' report

Referred to in our report of even date on the accounts of

Baramati Airport Private Limited

for the year ended on 31st March 2015

- (i) a) In our opinion and according to the information and explanations given to us, the company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
b) There is a phased programme for verification of fixed assets, which in our opinion, is reasonable having regard to the size of the company and the nature of its assets. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
- (ii) In our opinion, and according to the information and explanations given to us, the Company does not carry any Inventory. Hence, the reporting requirements under clause (ii) of paragraph 3 of the Order are not applicable to the Company.
- (iii) In our opinion, and according to the information and explanation given to us, the company has granted loan in the nature of interest free ICD to one company covered in the register maintained pursuant to section 189 of the Act. The same is repayable on demand and since no demand have been made for the same, there are no overdue in respect thereof.
- (iv) In our opinion, and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business, for activities relating to the operation and maintenance of intangible assets for collection of toll rights. The activities of the company during the year under audit did not involve purchase of inventory and sale of goods. During the course of our audit, we have neither observed nor been informed by the management of any continuing failure to correct major weaknesses in internal controls.
- (v) In our opinion, and according to the information and explanations given to us, the company has not accepted any deposits during the period under audit. Consequently, the directives issued by Reserve Bank of India and the provisions of Sections 73 to 76 of the Act and the rules framed there under are not applicable.
- (vi) We have broadly reviewed the cost records maintained by the company as specified by the Central Government under section 148 (1) of the Act and are of the opinion, that prima-facie the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- (vii) a) According to the information and explanations given to us and based on the records of the company examined by us, the company is generally regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax and other material statutory dues, as applicable, with the appropriate authorities in India;
b) According to the information and explanations given to us, there are no applicable statutory dues which have not been deposited on account of any dispute.
c) In view of there being no amount(s) required to be transferred to the Investor Education and Protection Fund for the year under audit the reporting under this

clause is not applicable.

- (viii) The accumulated losses of the company as at the Balance sheet date are not more than 50% of the net worth of the company. Further, the company has not incurred cash losses during the current year but it had incurred cash loss of Rs. 41.36 Lacs during the immediately preceding financial year.
- (ix) In view of there being no borrowings from banks or financial institution or debenture holders, the reporting requirements under clause 4(ix) of paragraph 3 the order are not applicable to the company.
- (x) In our opinion, and according to the information and explanations given to us, the company has not given guarantees for loans taken by others from banks or financial institutions. Therefore, the reporting requirements under clause (x) of paragraph 3 of the order are not applicable to the company.
- (xi) In view of no term loans being availed by the company, the reporting requirements under of clause 4(xi) of paragraph 3 of the order are not applicable to the company.
- (xii) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For MKPS & Associates
Chartered Accountants
Firm's Regn No. 302014E

CA Narendra Khandal
Partner
M. No. 065025

Mumbai, May 16, 2015

BARAMATI AIRPORT PRIVATE LIMITED

**ANNUAL ACCOUNTS FOR
THE FY 2014 - 2015**

Baramati Airport Private Limited
Balance Sheet as at 31st March 2015

Particulars	Note No.	As at 31st March 2015		As at 31st March 2014	
		₹		₹	
I. EQUITY AND LIABILITIES					
Shareholders' Funds					
Share capital	2.1	21,335,100		21,335,100	
Reserves and surplus	2.2	<u>164,665,400</u>	186,000,500	<u>168,158,907</u>	189,494,007
Non-Current Liabilities					
Long-term borrowings	2.3	<u>71,241,798</u>	71,241,798	<u>71,241,798</u>	71,241,798
Current Liabilities					
Trade payables	2.4	6,262,343		6,500,210	
Other current liabilities	2.5	<u>7,127</u>	6,269,470	<u>118,443</u>	6,618,653
Total			<u><u>263,511,768</u></u>		<u><u>267,354,458</u></u>
II. ASSETS					
Non-current assets					
Fixed Assets					
Tangible assets	2.6	4,522,879		5,623,418	
Intangible assets		<u>254,431,198</u>	258,954,077	<u>257,273,996</u>	262,897,414
Long-term loans and advances	2.7		757,375		757,375
Current Assets					
Current investments	2.8		2,695,371		-
Trade receivables	2.9		769,716		2,330,211
Cash and cash equivalents	2.10		22,774		967,283
Short-term loans and advances	2.11		312,455		402,175
Total			<u><u>263,511,768</u></u>		<u><u>267,354,458</u></u>

Significant Accounting Policies and Notes on Financial Statements

1 & 2

As per our Report of even date.

For M K P S & Associates
Firm Registration No.: 302014E
Chartered Accountants

For and on behalf of the Board

CA Narendra Khandal
Partner
Membership No. : 065025

Binu Varghese
Director

Shailendra Jain
Director

Place: Mumbai
Date:

Place: Mumbai
Date:

Baramati Airport Private Limited
Statement of Profit and Loss for the year ended 31st March 2015

Particulars	Note No.	Year ended 31st March 2015 ₹	Year ended 31st March 2014 ₹
I. Revenue from operations	2.12	2,627,857	2,580,545
II. Other income	2.13	115,566	60,584
III. Total Revenue (I + II)		2,743,423	2,641,129
Expenses:			
Employee benefit expense	2.14	450,154	433,636
Other expenses	2.15	1,843,439	6,343,954
Depreciation and amortisation Expense	2.6	3,943,337	3,915,517
IV. Total Expenses		6,236,930	10,693,107
V. Profit before Tax (III - IV)		(3,493,507)	(8,051,978)
VI. Tax Expenses			
VII. Profit (Loss) after tax (V - VI)		(3,493,507)	(8,051,978)
VIII. Earning Per equity share: (₹)			
- Basic & Diluted	2.16	(1.64)	(3.77)

Significant Accounting Policies and Notes on Financial Statements

1 & 2

As per our Report of even date.

For M K P S & Associates
Firm Registration No.: 302014E
Chartered Accountants

For and on behalf of the Board

CA Narendra Khandal
Partner
Membership No. : 065025

Binu Varghese
Director

Shailendra Jain
Director

Place: Mumbai

Place: Mumbai

Date:

Date:

Baramati Airport Private Limited
Cash Flow Statement for the year ended 31st March 2015

	Particulars		Year ended	Year ended
			31st March 2015	31st March 2014
			₹	₹
A.	Cash Flow from/ (used in) Operating Activities			
	Net Profit/ (Loss) after Tax		(3,493,507)	(8,051,978)
	Depreciation and Amortisation Expenses		3,943,337	3,915,517
	Dividend Received on Mutual Fund Investments		(95,371)	(39,444)
	Profit on Sale of Mutual Fund		-	(4,625)
	Operating Profit before Working capital changes		332,381	(4,180,530)
	Adjustments for:			
	Trade and Other receivables		1,740,900	(119,047)
	Trade and other liabilities		(349,183)	3,658,588
	Income Taxes Paid		(90,685)	(305,941)
	Cash Flow from/ (used in) Operating Activities	[A]	1,633,413	(946,930)
B.	Cash flow from/ (used in) Investing Activities			
	Purchase of Mutual Funds		(2,695,371)	1,625,155
	Dividend Received on Mutual Fund Investments		95,371	39,444
	Profit on Sale of Mutual Fund		-	4,625
	Cash flow from / (used in) Investing Activities	[B]	(2,577,922)	1,669,224
C.	Cash flow from/ (used in) Financing Activities			
	Proceeds from Long / Short term Unsecured Loans		-	195,000
	Net cash generated from/ (used in) Financing Activities	[C]	-	195,000
	Net (Decrease)/ Increase in Cash and Cash equivalents	[A+B+C]	(944,510)	917,294
	Cash and Cash equivalents as at the commencement of the period (Opening Balance)		967,284	49,990
	Cash and Cash equivalents as at the end of the period (Closing Balance)		22,774	967,284
	Net (Decrease)/ Increase in Cash and Cash equivalents		(944,510)	917,294

Previous period figures have been regrouped/ reclassified/ rearranged wherever necessary to make them comparable to those for the current year.

As per our report of even date

For M K P S & Associates
 Firm Registration No.: 302014E
 Chartered Accountants

For and on behalf of the Board

CA Narendra Khandal
 Partner
 Membership No. : 065025

Binu Varghese
 Director

Shailendra Jain
 Director

Place: Mumbai
 Date:

Place: Mumbai
 Date:

Baramati Airport Private Limited
Notes annexed to and forming part of the Financial Statements

Note 1 Significant Accounting Policies

Introduction

Baramati Airport Private Limited is a Special Purpose Vehicle incorporated by Reliance Airport Developers Private Limited and Reliance Infrastructure Limited. The Company was incorporated on September 29, 2009 in the state of Maharashtra, India.

The Company has entered into Lease Agreement with Maharashtra Industrial Development Corporation ("the MIDC") on November 5, 2009 to Design, Develop, Upgrade, Finance, Operate, Maintain and Manage the Airport at Baramati. Pursuant to the terms and conditions of the Agreement, the company has been assigned and conveyed the exclusive lease rights of the immovable and movable property for a period of 95 years.

a) Basis of Preparation

The financial statement is prepared in accordance with the Generally Accepted Accounting Principles in India, Accounting Standards as per section 133 of the Companies Act 2013 read with Rule 7 of Companies (Accounts) Rules 2014

b) Use of Estimate:

The preparation and presentation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities and disclosures of contingent liabilities as on date of the financial statements and reported amount of revenue and expenses during the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets and liabilities in future periods. Difference between the actual results and estimates is recognised in the period in which the results are known / materialized.

c) Investments

Long-term investments are stated at cost. In case of long term investments, Provision/ write down is made for permanent diminution in value. Current investments are valued at lower of cost or fair value.

d) Revenue Recognition Policy:

The Company derives its revenues from providing services and facilities to airlines, passengers and other concessionaries. The Company's revenues mainly comprise of revenues from aeronautical and non- aeronautical services.

Revenue from these services is recognized as follows:

i) Revenue from aeronautical services includes landing and parking charges, X-Ray baggage charges and Passenger service fees at the prescribed rates. Landing and parking charges and X-Ray baggage charges are recognized, when such services are provided. Revenue from non-aeronautical services consists of rentals, car parking charges, hoarding charges etc., is recognized as the services are provided.

ii) Dividends: Revenue is recognised when the right to receive payment is established in the entity's favour.

iii) Others: Insurance and other claims are recognised as revenue on certainty of receipt on prudent basis.

Income on investments is recognised based on the terms of the investment. Income from mutual fund schemes is accounted on declaration of dividend or on maturity of such investments as the case may be.

e) Fixed Assets

Tangible Assets

i) Cost comprises cost of acquisition or construction including borrowing costs attributable to bringing the assets to their intended use.

ii) All project related expenditure viz. civil works, machinery under erection, construction and erection materials, pre-operative expenditure incidental / attributable to the construction of project, borrowing cost incurred prior to the date of commercial operations and trial run expenditure are shown under Intangible assets under development. These expenses are net of recoveries and income (net of tax) from surplus funds arising out of project specific borrowings.

iii) Gains or losses arising from de-recognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit and loss when the asset is recognised.

iv) The expenditure on improvements to runways and existing infrastructures are capitalised as Leasehold improvements.

Intangible Assets

i) The Company's Lease Agreement with the MIDC to Design, Develop, Upgrade Finance, Operate, and Maintain and Manage the Airport at Nanded, are classified as Intangible Assets. Accordingly, the non-refundable upfront premium paid to the MIDC and the expenditure incurred on construction, modernization and upgradation of the Airport are classified as "Intangible Assets".

ii) Gains or losses arising from de-recognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit and loss when the asset is recognised.

f) Depreciation / Amortisation:

Tangible Assets:

Fixed assets are depreciated under the straight line method as per the rates and in the manner prescribed under Schedule II of the Companies Act, 2013.

Intangible Assets:

The Upfront Premium paid to the MIDC and attributable cost thereon is amortized over a period of 95 years, from the date of signing the Lease Agreement. The expenditure on improvements to runways and existing infrastructures are amortised over their estimated useful lives being a period of seven years.

The amortisation period and the amortisation method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortisation period is changed accordingly. If there has been a significant change in the expected pattern of economic benefits from the asset, the amortisation method is changed to reflect the changed pattern. Such changes are accounted for in accordance with AS 5 Net profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies.

g) Retirement Benefits

Contributions to defined contribution schemes such as Provident fund, superannuation fund, etc. are charged to Statement of Profit and Loss. The Company does not provide for retirement benefits in the form of gratuity and leave encashment since there are no permanent employees on the roll of the company.

h) Taxation

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred tax resulting from "timing differences" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognised and carried forward only to the extent that there is a reasonable certainty that the assets will be realised in future.

i) Foreign Exchange Transactions

Foreign currency transactions are accounted at the exchange rates prevailing on the date of the transactions. Gains and losses, if any, at the year-end in respect of monetary assets and monetary liabilities not covered by the forward contracts are recognised in the Statement of Profit and Loss.

Non-Monetary items denominated in foreign currency are stated at the rate prevailing on the date of the transaction.

j) Impairment of Assets

If the carrying amount of fixed assets exceeds the recoverable amount on the reporting date, the carrying amount is reduced to the recoverable amount. The recoverable amount is measured as the higher of the net selling price and the value in use determined by the present value of estimated future cash flows.

k) Borrowing Costs:

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

l) Provisions

Provisions are recognised when the Company has a present legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made for the amount of the obligation.

m) Contingent liabilities:

A contingent liability is a possible obligation that arise from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is probable that an outflow of resources will not be required to settle the obligation. However, if the possibility of outflow of resources, arising out of present obligation, is remote, it is not even disclosed as contingent liability. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial assets. Contingent assets are neither recognized nor disclosed.

n) Cash and cash equivalents:

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

Baramati Airport Private Limited
Notes on Financial Statements for the year ended 31st March 2015
Note 2.1 - Share Capital

	31st March 2015		31st March 2014	
	Nos.	₹	Nos.	₹
Authorized				
Equity Shares Rs. 10 par value	2,150,000	21,500,000	2,150,000	21,500,000
		21,500,000		21,500,000
Issued				
Equity Shares Rs. 10 par value	2,133,510	21,335,100	2,133,510	21,335,100
		21,335,100		21,335,100
Subscribed and Fully Paidup				
Equity Shares Rs. 10 each fully paidup (All Shares are held by Reliance Infrastructure Limited and Reliance Airport Developers Private Limited)	2,133,510	21,335,100	2,133,510	21,335,100
		21,335,100		21,335,100
Reconciliation of shares				
No. of shares at the beginning of the year	2133510	21,335,100	2133510	21,335,100
Add : No. of Shares Issued during the year	-	-	-	-
No. of Shares at the end of the year	2133510	21,335,100	2133510	21,335,100

Rights, Preferences and Restrictions -

The Company has only one class of shares referred to as Equity Shares having a Par Value of Rs. 10. 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.

Shares held by	No. of Shares	Amount (₹)	No. of Shares	Amount (₹)
- Its Holding Company (M/s Reliance Infrastructure Limited)	554,712	5,547,120	554,712	5,547,120
- Ultimate Holding Company (M/s Reliance Airport Developers Private Limited)	1,578,798	15,787,980	1,578,798	15,787,980
	2,133,510	21,335,100	2,133,510	21,335,100

Shareholders holding more than 5% of shares :

Name	No. of Shares	% of shareholding	No. of Shares	% of shareholding
Reliance Infrastructure Limited	554,712	26%	554,712	26%
Reliance Airport Developers Private Limited	1,578,798	74%	1,578,798	74%
TOTAL	2,133,510	100%	2,133,510	100%

Note 2.2 Reserves and Surplus

Securities Premium Account

Opening Balance	191,115,900		191,115,900	
Add : Securities premium credited on Share issued during the year	-		-	
Closing Balance		191,115,900		191,115,900

Surplus / (Deficit) as per Statement of Profit and Loss

Opening Balance	(22,956,993)		(14,905,015)	
(+) Net Profit / (Net Loss) for the current year	(3,493,507)		(8,051,978)	
Closing Balance		(26,450,500)		(22,956,993)
TOTAL		164,665,400		168,158,907

Baramati Airport Private Limited**Notes on Financial Statements for the year ended 31st March 2015**

	31st March 2015	31st March 2014
	₹	₹
Note 2.3 Long Term Borrowings		
Loans and advances from related parties		
- from Holding Company	71,184,598	71,184,598
Sub Ordinate Debts from Reliance Infrastructure Limited, Holding Company	57,200	57,200
TOTAL	71,241,798	71,241,798
Note 2.4 Trade Payables		
Trade payables	6,262,343	6,500,210
(Amount due to MSME NIL)		
TOTAL	6,262,343	6,500,210
Note 2.5 Other Current Liabilities		
Statutory Liabilities	2,627	113,536
Other Current Liabilities	4,500	4,907
TOTAL	7,127	118,443

Baramati Airport Private Limited
Notes on Financial Statements for the year ended 31st March 2015

Note 2.6

a) Tangible Assets

Particulars	Gross Block			Depreciation / Amortisation			Net Block	
	As at April 01, 2014	Additions / Disposal	As at 31st March 2015	Gross Block	Additions during the Year	As at 31st March 2015	As at 31st March 2015	As at 31st March 2014
Buildings - Leasehold improvements	7,212,816	-	7,212,816	2,060,804	1,030,711	3,091,516	4,121,301	5,152,012
Plant & Machinery	511,621	-	511,621	82,902	32,674	115,576	396,045	428,719
Furniture & Fixtures	6,400	-	6,400	1,224	448	1,672	4,728	5,176
Office Equipment	85,518	-	85,518	48,007	36,706	84,713	805	37,511
Total (A)	7,816,355	-	7,816,355	2,192,937	1,100,539	3,293,477	4,522,879	5,623,418
Previous Year	603,539	7,212,816	7,816,355	47,499	1,072,719	1,120,218	6,696,137	556,040

b) Intangible Assets

The component of Intangible assets are as under:

Particulars	Gross Block			Depreciation / Amortisation			Net Block	
	As at April 01, 2014	Additions / Disposal	As at 31st March 2015	Gross Block	Additions during the Year	As at 31st March 2015	As at 31st March 2015	As at 31st March 2014
Upfront Premium	270,065,780	-	270,065,780	12,791,785	2,842,798	15,634,582	254,431,198	257,273,996
Total (B)	270,065,780	-	270,065,780	12,791,785	2,842,798	15,634,582	254,431,198	257,273,996
Previous Year	270,065,780	-	270,065,780	7,106,592	2,842,395	9,948,987	260,116,793	262,959,188

Baramati Airport Private Limited**Notes on Financial Statements for the year ended 31st March 2015**

	31st March 2015	31st March 2014
	₹	₹
Note 2.7 Long Term Loans and Advances		
Unsecured Considered Good		
Security Deposit	7,375	7,375
Inter Corporate Deposits Given	750,000	750,000
TOTAL	757,375	757,375
Note 2.8 Current Investments		
Trade Investments		
Reliance Liquid Fund - Growth Option (Quoted)	2,695,371	-
Total	2,695,371	-
Note 2.9 Trade Receivables		
Trade receivables		
Unsecured, considered good due for		
- More than 6 months from due date		
Total	769,716	2,330,211
Note 2.10 Cash and Cash Equivalents		
Balances with banks	22,774	967,283
Total	22,774	967,283
Note 2.11 Short Term Loans and Advances		
Unsecured Considered Good		
Advance Income Tax	90,685	305,941
Advance Recoverable in cash or in kind or for value to be received	221,770	96,234
Total	312,455	402,175

Baramati Airport Private Limited**Notes on Financial Statements for the year ended 31st March 2015**

	As at 31st March 2015 ₹	As at 31st March 2014 ₹
Note 2.12 - Revenue from Operations		
Aeronautical Income	2,605,472	2,558,800
Non-Aeronautical Income	22,385	21,745
	2,627,857	2,580,545
Note 2.13 - Other Income		
Dividend on Mutual Funds	95,371	39,444
Interest - Other	22,078	-
	115,566	60,584
Note 2.14 - Employee Benefit Expense		
Salaries and Wages	375,154	343,357
Staff welfare expenses	75,000	75,223
	450,154	433,636
Note 2.15 - Other Expenses		
Telephone Expenses	27,172	31,864
Electricity Charges	35,250	24,460
Insurance Premium	241,766	236,629
Printing & Stationery	2,059	2,166
Travelling & Conveyance Expenses	1,540	1,200
Remuneration to Auditors		
- Audit Fees	17,925	35,925
Repairs & Maintenance charges		
- Buildings	36,759	110,105
- Plant & Machinery	86,831	543,270
- Other Assets	295,210	581,330
Professional Fees	39,973	41,500
Water Expenses	600	3,505,400
Miscellaneous Expenses	30,935	51,626
Rate & Taxes	133,648	143,476
Security Expenses	893,770	1,035,003
	1,843,439	6,343,954

Baramati Airport Private Limited
Notes annexed to and forming part of the Financial Statements

Note 2.16 Earnings per Share

The company has adopted Accounting Standard-20 "Earning per Share" issued by The Institute of Chartered Accountant of India for calculation of EPS and the disclosure in this regard are given below:-

Particulars	Year ended 31st March 2015	Year ended 31st March 2014
	₹	₹
Basic / Diluted Earning Per Share:		
Profit after taxation as per Profit and Loss Account	- 34 93 507	- 80 51 978
Number of Equity Shares Outstanding	21 33 510	21 33 510
Basic / Diluted Earning Per Share	(1.64)	(3.77)
Nominal value of equity share	10.00	10.00

Note 2.16 Related Party Disclosures

As per Accounting Standard – 18 "Related party disclosure" as prescribed by Companies (Accounting Standards) Rules, 2006, the Company's related parties and transactions are disclosed below:

a, Details of Related parties, where control exists:

Holding Company	Reliance Airport Developers Private Limited
Ultimate Holding Company	Reliance Infrastructure Limited

b. Following are the transactions with related parties during the year and outstanding balances as at the end of the year:

Nature of Transactions	Name of the related party	Outstanding balance as at 01 April 2014	Transactions during the Year	Balance as on 31 March 2015
		₹	₹	₹
Equity Share Capital	Reliance Airport Developers Private Limited	1 57 87 980	-	1 57 87 980
	Reliance Infrastructure Limited	55 47 120	-	55 47 120
Security Premium	Reliance Airport Developers Private Limited	14 14 25 820	-	14 14 25 820
	Reliance Infrastructure Limited	4 96 90 080	-	4 96 90 080
Sub Ordinate Debt received	Reliance Airport Developers Private Limited	7 11 84 598	-	71,184,598
	Reliance Infrastructure Limited	57 200	-	57,200
Inter Corporate Deposits Given	Osmanabad Airport Private Limited	7 50 000		7 50 000

Note 2.17 Contingent liabilities and capital commitments

Particulars	As at	As at
	31st March 2015	31st March 2014
	₹	₹
Contingent Liabilities		
Performance Guarantee given to ICICI Bank Limited by Reliance Infrastructure Limited	50 00 000	50 00 000

Note 2.18 Service Charges and Water Charges

The company has received a notice towards arrears of service charges from MIDC of ₹ 1,77,60,925/- (for the period from 05-Nov 2009 to 30th November 2012), on the land used by the company and late payment charges of Rs. 24,02,699/-. Applicability of Service charges for the Airport Plot has been disputed. The company has made several representations to MIDC accordingly to resolve the same. The matter is under consideration of MIDC Headquarters.

The company has also received a notice towards water charges from MIDC of ₹ 7,92,499/- (for the period from 05-Nov 2009 to 31st July 2011), and late payment charges of Rs. 7,41,328/-. The company is willing to clear the Water Charges as applicable upto July 2011 (when water supply was disconnected by MIDC). However, MIDC has clubbed water charges with Service charges and has not accepted payment of water charges alone. However the company has made adequate provision in the book of accounts for the water charges.

Note 2.19 Micro and small enterprises as defined under the MSMED Act, 2006

There are no amount due to Micro & Small Enterprise as defined under the Micro Small and Medium Enterprise Development Act, 2006. This information is based upon the extent to which the details are taken from the suppliers by the company and has been relied upon by the auditors.

Note 2.2 Segment Reporting

The Company operates in a single segment namely "Operation, Maintenance and Management of Airports" and there are no other reportable segments under Accounting Standard (AS-17) 'Segment Reporting' issued by ICAI.

Note 2.210 In the opinion of the management, the Current Assets, Loans and Advances and Current Liabilities are approximately of the value stated, if realised / paid in the ordinary course of business. The provision for all known liabilities is adequate and is not in excess of amounts considered reasonably necessary.

Note 2.22 In view of carried forward losses, the company has not recognised Deferred tax considering prudence.

Note 2.23 Previous year figures have been regrouped and re-arranged wherever necessary to correspond to current year's classification.

As per our report of even date

For M K P S & Associates
Firm Registration No.: 302014E
Chartered Accountants

For and on behalf of the Board

CA Narendra Khandal
Partner
Membership No. : 065025

Binu Varghese
Director

Shailendra Jain
Director

Place: Mumbai
Date:

Place: Mumbai
Date:

