

INDEPENDENT AUDITOR'S REPORT

To the Members of Nanded Airport Private Limited

Report on the Financial Statements

1. We have audited the accompanying financial statements of Nanded 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

clause is not applicable.

- (viii) The accumulated losses of the company as at the Balance sheet date are more than 50% of the net worth of the company. Further, the company has incurred cash losses of Rs. 211.74 Lacs and Rs. 264.72 Lacs during the current as well as the immediately preceding financial year respectively.
- (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

NANDED AIRPORT PRIVATE LIMITED

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

Nanded 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	2,85,11,900		2,85,11,900	
Reserves and surplus	2.2	<u>5,35,39,442</u>	8,20,51,342	<u>8,46,57,787</u>	11,31,69,687
Non-Current Liabilities					
Long-term borrowings	2.3	11,27,20,028		8,96,40,028	
Other Long term liabilities	2.4	<u>4,25,000</u>	11,31,45,028	<u>3,37,619</u>	8,99,77,647
Current Liabilities					
Short-term borrowings	2.5	2,34,71,724		2,34,71,724	
Trade payables	2.6	56,42,716		39,52,902	
Other current liabilities	2.7	<u>6,32,239</u>	2,97,46,679	<u>8,52,954</u>	2,82,77,580
Total			<u><u>22,49,43,049</u></u>		<u><u>23,14,24,914</u></u>
II. ASSETS					
Non-current assets					
Fixed Assets					
Tangible assets	2.8	4,21,75,098		5,01,47,511	
Intangible assets		<u>16,74,99,581</u>	20,96,74,679	16,94,71,729	21,96,19,240
Long-term loans and advances	2.9		<u>10,00,481</u>		9,39,479
Current Assets					
Trade receivables	2.10		1,74,084		4,81,169
Cash and cash equivalents	2.11		27,45,918		5,73,335
Short-term loans and advances	2.12		1,13,47,887		98,11,691
Total			<u><u>22,49,43,049</u></u>		<u><u>23,14,24,914</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		For and on behalf of the Board			
Firm Registration No.: 302014E					
Chartered Accountants					
CA Narendra Khandal		Binu Varghese	Shailendra Jain		
Partner		Director	Director		
Membership No. : 065025					
Place : Mumbai		Place : Mumbai			
Date:		Date:			

Nanded 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	2.13	30,04,846	30,58,307
II. Other income	2.14	8,62,322	12,43,022
III. Total Revenue (I + II)		38,67,168	43,01,329
Expenses:			
Employee benefit expense	2.15	19,01,013	15,08,685
Other expenses	2.16	2,31,39,938	2,92,64,792
Depreciation and amortisation Expense	2.8	99,44,562	1,12,92,443
IV. Total Expenses		3,49,85,513	4,20,65,921
V. Profit before Tax (III - IV)		(3,11,18,345)	(3,77,64,592)
VI. Tax Expenses		-	-
VII. Profit (Loss) after tax (V - VI)		(3,11,18,345)	(3,77,64,592)
VIII. Earning Per equity share :			
- Basic & Diluted	2.17	(10.91)	(13.28)
Significant Accounting Policies and Notes on Financial Statements	1 & 2		
As per our report of even date			
For M K P S & Associates		For and on behalf of the Board	
Firm Registration No.: 302014E			
Chartered Accountants			
CA Narendra Khandal		Binu Varghese	Shailendra Jain
Partner		Director	Director
Membership No. : 065025			
Place : Mumbai		Place : Mumbai	
Date:		Date:	

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

Particulars		Year ended 31st March 2015	Year ended 31st March 2014
A. Cash Flow from Operating Activities			
Net Profit/ (Loss) after Tax		(3,11,18,345)	(3,77,64,592)
Depreciation and Amortisation Expenses		99,44,562	1,12,92,443
Operating Profit before Working capital changes		(2,11,73,783)	(2,64,72,149)
Adjustments for:			
Trade and Other receivables		(12,90,113)	(17,08,035)
Trade and other liabilities		32,60,162	(99,98,979)
Income Taxes Paid		(16,42,680)	(14,93,955)
Cash Flow from Operating Activities	[A]	(2,08,46,414)	(3,96,73,118)
B. Cash flow from Investing Activities			
Cash flow from Investing Activities	[B]	-	-
C. Cash flow from Financing Activities			
Proceeds from Long / Short term Unsecured Loans		2,30,80,000	3,79,65,000
Net cash generated from Financing Activities	[C]	2,30,18,998	3,79,65,000
Net (Decrease)/ Increase in Cash and Cash equivalents	[A+B+C]	21,72,586	(17,08,118)
Cash and Cash equivalents as at the commencement of the Year (Opening Balance)		5,73,332	22,81,450
Cash and Cash equivalents as at the end of the Year (Closing Balance)		27,45,918	5,73,332
Net (Decrease)/ Increase in Cash and Cash equivalents		21,72,586	(17,08,118)

The above cash flow statement has been prepared under the "Indirect Method" as set out in the Accounting Standard-3 on Cash Flow Statements issued by The Institute of Chartered Accountants of India.

Previous year 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:

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

Note 1 Significant Accounting Policies:

Introduction:

Nanded 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 October 27, 2009 to Design, Develop, Upgrade, Finance, Operate, Maintain and Manage the Airport at Nanded. 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.

Significant Accounting Policies:

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.

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

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 also provides for retirement benefits in the form of gratuity and leave encashment. Such defined benefits are charged to Statement of Profit and Loss, based on actuarial valuations, as at the balance sheet date, made by independent actuaries.

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.

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

	31st March 2015		31st March 2014	
	Nos.		Nos.	
Note 2.1 Share Capital				
Authorized				
Equity Shares Rs. 10 par value	40,00,000	4,00,00,000	40,00,000	4,00,00,000
		<u>4,00,00,000</u>		<u>4,00,00,000</u>
Issued				
Equity Shares Rs. 10 par value	28,51,190	2,85,11,900	28,51,190	2,85,11,900
		<u>2,85,11,900</u>		<u>2,85,11,900</u>
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)	28,51,190	2,85,11,900	28,51,190	2,85,11,900
		<u>2,85,11,900</u>		<u>2,85,11,900</u>
Reconciliation of shares				
No. of shares at the beginning of the year	28,51,190	2,85,11,900	28,51,190	2,85,11,900
Add : No. of Shares Issued during the year	-	-	-	-
No. of Shares at the end of the year	28,51,190	<u>2,85,11,900</u>	28,51,190	<u>2,85,11,900</u>

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

- Ultimate Holding Company (M/s Reliance Infrastructure Limited)
- Its Holding Company (M/s Reliance Airport Developers Private Limited)

	No. of Shares	Amount	No. of Shares	Amount
- Ultimate Holding Company (M/s Reliance Infrastructure Limited)	7,41,308	74,13,080	7,41,308	74,13,080
- Its Holding Company (M/s Reliance Airport Developers Private Limited)	21,09,882	2,10,98,820	21,09,882	2,10,98,820
	<u>28,51,190</u>	<u>2,85,11,900</u>	<u>28,51,190</u>	<u>2,85,11,900</u>

Shareholders holding more than 5% of shares :

Name	No. of Shares	% of shareholding	No. of Shares	% of shareholding
Reliance Infrastructure Limited	7,41,308	26%	7,41,308	26%
Reliance Airport Developers Private Limited	21,09,882	74%	21,09,882	74%
TOTAL	28,51,190	100%	28,51,190	100%

Note 2.2 Reserves and Surplus

Securities Premium Account

Opening Balance	25,57,07,100		25,57,07,100	
Add : Securities premium credited on Share issued during the year	-		-	
Closing Balance		25,57,07,100		25,57,07,100

Surplus

Profit and Loss Account				
Opening Balance	(17,10,49,313)		(13,32,84,721)	
(+) Net Profit/(Net Loss) For the current year	<u>(3,11,18,345)</u>		<u>(3,77,64,592)</u>	
Closing Balance		(20,21,67,658)		(17,10,49,313)
TOTAL		5,35,39,442		8,46,57,787

Nanded 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	9,67,22,328	7,96,43,128
Sub Ordinate Debts from Reliance Infrastructure Limited, Holding Company	1,59,97,700	99,96,900
TOTAL	11,27,20,028	8,96,40,028
Note 2.4 Other Long Term Liabilities		
Unsecured Deposits	4,25,000	3,37,619
TOTAL	4,25,000	3,37,619
Note 2.5 Short Term Borrowings		
Loans and advances from related parties		
- from Holding Company	2,34,71,724	2,34,71,724
TOTAL	2,34,71,724	2,34,71,724
Note 2.6 Trade Payables		
Trade payables (Amount due to SME NIL)	56,42,716	39,52,902
TOTAL	56,42,716	39,52,902
Note 2.7 Other current Liabilities		
Statutory and Other Current Liabilities	6,32,239	8,52,954
TOTAL	6,32,239	8,52,954

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

Note 2.8

a) Tangible Assets

Particulars	Gross Block			Depreciation / Amortisation			Net Block	
	As at April 01, 2014	Additions / Disposal	As at 31st March 2015	As at April 01, 2014	Additions during the Year	As at 31st March 2015	As at 31st March 2015	As at 31st March 2014
Buildings - Leasehold improvements	6,32,72,095	-	6,32,72,095	1,58,24,215	76,50,093	2,34,74,308	3,97,97,789	4,74,47,880
Plant & Machinery	6,83,831	-	6,83,831	1,35,899	1,05,732	2,41,631	4,42,199	5,47,932
Furniture & Fixtures	16,07,102	-	16,07,102	3,55,167	1,02,779	4,57,946	11,49,156	12,51,935
Vehicles	9,77,478	-	9,77,478	2,80,858	48,874	3,29,733	6,47,745	6,96,620
Office Equipment	3,48,487	-	3,48,487	1,45,344	64,936	2,10,280	1,38,208	2,03,143
Total (A)	6,68,88,993	-	6,68,88,993	1,67,41,483	79,72,414	2,47,13,897	4,21,75,098	5,01,47,511
Previous Year	36,16,898	6,32,72,095	6,68,88,993	3,54,405	70,66,782	74,21,187	5,94,67,806	32,62,493

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	As at April 01, 2014	Additions during the Year	As at 31st March 2015	As at 31st March 2015	As at 31st March 2014
Upfront Premium	18,73,54,130	-	18,73,54,130	1,78,82,401	19,72,149	1,98,54,549	16,74,99,581	16,94,71,729
Total (B)	18,73,54,130	-	18,73,54,130	1,78,82,401	19,72,149	1,98,54,549	16,74,99,581	16,94,71,729
Previous Year	18,73,54,130	-	18,73,54,130	49,30,371	1,09,79,881	1,59,10,252	17,14,43,878	18,24,23,759

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

	31st March 2015	31st March 2014
Note 2.9 Long Term Loans and Advances		
Unsecured Considered Good		
Security Deposit	9,05,200	9,05,200
Prepaid Expenses	95,281	34,279
Total	10,00,481	9,39,479
Note 2.10 Cash and Cash Equivalents		
Balances with banks	27,45,918	5,73,188
Cash on hand	-	147
Total	27,45,918	5,73,335
Note 2.11 Short Term Loans and Advances		
Unsecured Considered Good		
Others:		
Advance Income Tax (Net of provision for Income Tax of Nil, Previous Year Rs. Nil)	16,42,680	14,93,955
Advance Recoverable in cash or in kind or for value to be received	87,78,097	72,37,514
Advance to Vendors	7,07,004	8,60,116
Advance to Employees	2,20,107	2,20,107
Total	1,13,47,887	98,11,691
Note 2.12 Trade Receivables		
Trade receivables	1,74,084	4,81,169
	1,74,084	4,81,169
Unsecured, considered doubtful due for - More than 6 months from due date	15,82,769	15,82,769
	15,82,769	15,82,769
Less: Provision for Bad and Doubtful debts	15,82,769	15,82,769
Total	1,74,084	4,81,169

Nanded 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 2.13 - Revenue from Operations		
Aeronautical Income	15,49,858	20,59,811
Non-Aeronautical Income	14,54,988	9,98,496
	30,04,846	30,58,307
Note 2.14 - Other Income		
Miscellaneous Income	8,62,322	12,43,022
	8,62,322	12,43,022
Note 2.15 - Employee Benefit Expense		
Salaries, Wages & bonus	18,55,014	14,47,798
Medical Exps Reimbursement	45,999	60,887
	19,01,013	15,08,685
Note 2.16 - Other Expenses		
Telephone Expenses	57,736	64,474
Electricity Charges	18,51,697	18,89,094
Insurance Premium	9,49,167	10,27,513
Printing & Stationery	23,496	43,905
Travelling & Conveyance Expenses	35,000	1,99,390
Lease Rent	1	1
Remuneration to Auditors	-	-
- Audit Fees	29,875	29,875
Repairs & Maintenance charges	-	-
- Buildings	1,21,423	1,20,685
- Plant & Machinery	3,15,150	13,89,594
- Other Assets	9,07,543	20,78,592
Professional Fees	1,22,15,826	1,44,46,544
Water Expenses	93,207	-
Seminar & Training	13,295	-
Miscellaneous Expenses	11,56,910	83,180
Rate & Taxes	13,78,200	13,61,865
Security Expenses	39,91,187	65,29,350
Other finance Charges	225	730
	2,31,39,938	2,92,64,792

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

Note 2.17 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	As at	As at
	31st March 2015	31st March 2014
Basic / Diluted Earning Per Share:		
Profit after taxation as per Profit and Loss Account	-3 11 18 345	-3 77 64 592
Number of Equity Shares Outstanding (B)	28 51 190	28 43 400
Basic / Diluted Earning Per Share	(10.91)	(13.28)
Nominal value of equity share	10.00	10.00

Note 2.18 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 31 March 2014	Transactions during the Year	Balance as on 31 March 2015
Equity Share Capital	Reliance Airport Developers Private Limited	2,10,98,820	-	2,10,98,820
	Reliance Infrastructure Limited	74,13,080	-	74,13,080
Security Premium	Reliance Airport Developers Private Limited	18,92,23,254	-	18,92,23,254
	Reliance Infrastructure Limited	6,64,83,846	-	6,64,83,846
Inter Corporate Deposits received	Reliance Airport Developers Private Limited	2,34,71,724	-	2,34,71,724
Sub Ordinate Debt received	Reliance Airport Developers Private Limited	7,96,43,128	1,70,79,200	9,67,22,328
	Reliance Infrastructure Limited	99,96,900	60,00,800	1,59,97,700
		-	-	-

Nanded Airport Private Limited**Notes annexed to and forming part of the Financial Statements****Note 2.19 Contingent liabilities and capital commitments**

Particulars	As at	As at
	31st March 2015	31st March 2014
Contingent Liabilities and capital commitments		
Performance Guarantee given to ICICI Bank Limited by Reliance Infrastructure Limited	10000000	10000000

Note 2.2 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 2.21 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 The Institute of Chartered Accountants of India.

Note 2.22 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 2.23 In view of carried forward losses, the company has not recognised Deferred tax considering prudence

Note 2.24 Previous year figures have been regrouped and re-arranged 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: