

# **DA TOLL ROAD PRIVATE LIMITED**

**Financial Statements for  
YEAR ENDED MARCH 2015**

# **DA TOLL ROAD PRIVATE LIMITED**

**Financial Statements for**

**YEAR ENDED MARCH 2015**

---



**T. R. CHADHA & CO.**  
**CHARTERED ACCOUNTANTS**  
502, Marathon Icon  
Off. Ganpatrao Kadam Marg  
Opp. Peninsula Corporate Park  
Lower Parel, Mumbai – 400 013  
Tel.: 022-49669000  
Fax.: 022-49669023  
Email:mumbai@trchadha.com

---

## **INDEPENDENT AUDITOR'S REPORT**

### **The Members of DA Toll Road Private Limited**

We have audited the accompanying financial statements of **DA Toll Road Private Limited** (hereinafter referred to as "the Company"), which comprise the Balance Sheet as at March 31, 2015, 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 (hereinafter referred to as "financials statements").

#### **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (hereinafter referred to as "the Act") with respect to the preparation and presentation of these standalone 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. The Management of the companies are responsible for 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; the selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

---

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

An audit involves performing procedures to obtain audit evidence about the amounts and the 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 an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the



**T. R. CHADHA & CO.**  
**CHARTERED ACCOUNTANTS**

502, Marathon Icon  
Off. Ganpatrao Kadam Marg  
Opp. Peninsula Corporate Park  
Lower Parel, Mumbai – 400 013  
Tel.: 022-49669000  
Fax.: 022-49669023  
Email:mumbai@trchadha.com

---

accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

**Opinion**

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

**Report on Other Legal and Regulatory Requirements**

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



**T. R. CHADHA & CO.**  
**CHARTERED ACCOUNTANTS**

502, Marathon Icon  
Off. Ganpatrao Kadam Marg  
Opp. Peninsula Corporate Park  
Lower Parel, Mumbai - 400 013  
Tel.: 022-49669000  
Fax.: 022-49669023  
Email: [mumbai@trchadha.com](mailto:mumbai@trchadha.com)

---

- a. There were no pending litigations which would impact the financial position of the company.
- b. The Company did not have any material foreseeable losses on long-term contracts including derivative contracts.
- c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



**T. R. CHADHA & CO.**  
**CHARTERED ACCOUNTANTS**

502, Marathon Icon  
Off. Ganpatrao Kadam Marg  
Opp. Peninsula Corporate Park  
Lower Parel, Mumbai - 400 013  
Tel.: 022-49669000  
Fax.: 022-49669023  
Email:mumbai@trchadha.com

---

**DA Toll Road Private Limited – 31<sup>st</sup> March 2015**

**Annexure Referred to in Paragraph 1 under the heading of “report on other legal and regulatory requirements” of our report of even date**

1. a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.  
  
b) As information and explanation given to us, the company has physically verified its fixed assets in phased manner, which in our opinion is reasonable having regards to the size of the company and nature of its assets.
2. There were no inventory lying as on 31.03.2015, accordingly, the provisions of clause 2 of the Order is not applicable to the company.
3. During the year, the company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act. Accordingly, the provisions of clauses 3(a) and 3(b) of the Order is not applicable to the company.
4. In our opinion and according to information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and nature of its business, for purchase of fixed assets and toll collection. During the course of our audit and according to the information and explanations given to us we have not observed any continuing failure to correct major weakness in internal control system.
5. The Company has not accepted deposits. Accordingly, the provisions of clause 5 of the Order is not applicable to the company.
6. The maintenance of cost records has been specified by the Central Government under sub-section (1) of Section 148 of the Act. We have broadly reviewed the books of account maintained by the company pursuant to the rules made by the Central Government for the maintenance of cost records under sub-section (1) of section 148 the Act and are of the opinion that prima facie, the specified accounts and records have been made and maintained.
7. a) According to the records of the company, the company has been generally regular in depositing its undisputed statutory dues such as Income tax, Service tax and any other material statutory dues whichever is applicable to the company with the appropriate authorities during the year.  
  
b) According to the information and explanation given to us, no undisputed amounts payable in respect of income tax, service tax, and any other material statutory dues were in arrears as at 31st March 2015 for a period of more than six months from the date they became payable.  
  
c) According to the information and explanations given to us, there are no dues of income tax, service tax, sales tax, Cess and other statutory dues on account of dispute.



**T. R. CHADHA & CO.**  
**CHARTERED ACCOUNTANTS**

502, Marathon Icon  
Off. Ganpatrao Kadam Marg  
Opp. Peninsula Corporate Park  
Lower Parel, Mumbai – 400 013  
Tel.: 022-49669000  
Fax.: 022-49669023  
Email:mumbai@trchadha.com

---

8. The company has no accumulated losses at the end of the financial year and it has not incurred any cash losses in the current and immediately preceding financial year.
9. According to the information and explanations given to us and based on the records of the company examined by us, the company has not defaulted in repayment of dues to any financial institutions or bank.
10. According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from bank or financial institutions.
11. Based on our audit procedures and as per the information and explanations given by the management, the term loans received during the year were applied for the purpose for which the loans were obtained.
12. According to the information and explanation given to us, no fraud on or by the company has been noticed or reported during the year.

**DA Toll Road Private Limited**  
**Balance Sheet as at 31st March 2015**

Particulars	Note	As at March 31, 2015		As at March 31, 2014	
		₹		₹	
<b>I. EQUITY AND LIABILITIES</b>					
<b>Shareholders' Funds</b>					
Share capital	2.1	90,180,000		90,180,000	
Reserves and surplus	2.2	2,583,309,210	<b>2,673,489,210</b>	1,893,799,999	1,983,979,999
<b>Non-current liabilities</b>					
Long-term borrowings	2.3	2,855,650,000		2,038,750,000	
Other Long term liabilities	2.4	418,941,271		141,532,582	
Long-term provisions	2.5	3,655,244	<b>3,278,246,515</b>	1,848,349	2,182,130,931
<b>Current liabilities</b>					
Short-term borrowings	2.6	26,800,000		-	
Other current liabilities	2.7	4,070,774,738		1,046,868,755	
Short-term provisions	2.8	40,262,187	<b>4,137,836,925</b>	90,811	1,046,959,566
<b>Total</b>			<b>10,089,572,650</b>		<b>5,213,070,496</b>
<b>II. ASSETS</b>					
<b>Non-current assets</b>					
Fixed Assets					
Tangible assets	2.9	8,229,648		9,244,606	
Intangible assets	2.10	10,595,227		17,662,022	
Intangible assets under development	2.11	7,304,853,988	<b>7,323,678,863</b>	2,257,606,907	2,284,513,534
Long-term loans and advances	2.12		<b>2,276,400,511</b>		2,712,750,000
<b>Current Assets</b>					
Cash and Bank Balance	2.14		<b>319,828,547</b>		66,589,117
Short-term loans and advances	2.15		<b>169,664,729</b>		149,217,845
<b>Total</b>			<b>10,089,572,650</b>		<b>5,213,070,496</b>

Significant Accounting Policies and Notes on Financial Statements

1 & 2

This is the Balance Sheet referred to in our report of even date.

**For TR Chadha & Co**  
Chartered Accountants  
Firm Regn. No. ....

For and on behalf of the Board

**Pramod Tilwani**  
Partner  
Membership No. :

**Mayank Jain**  
Director

**Madan Biyani**  
Director

Place: Mumbai  
Date:

Place: Mumbai  
Date:

Place: Mumbai  
Date:



**DA Toll Road Private Limited****Statement of Profit and Loss for the period ended 31st March 2015**

<b>Particulars</b>	<b>Note</b>	<b>Year ended March 31, 2015</b>	<b>Year ended March 31, 2014</b>
		<b>₹</b>	<b>₹</b>
<b>Revenue</b>			
Revenue from operations	2.16	1,560,087,520	1,455,768,338
Other income	2.17	6,030,337	7,836,051
<b>Total Revenue</b>		<b>1,566,117,857</b>	<b>1,463,604,389</b>
<b>Expenses</b>			
Employee benefit expenses	2.18	26,223,125	19,846,446
Other expenses	2.19	658,251,618	784,442,533
Finance costs	2.20	76,983	13,612
Depreciation and amortisation expenses	2.09, 2.10	9,205,842	4,648,774
<b>Total Expenses</b>		<b>693,757,568</b>	<b>808,951,365</b>
<b>Profit before Tax</b>		<b>872,360,289</b>	<b>654,653,024</b>
Tax Expenses			
Current Tax		182,851,078	135,610,000
<b>Profit (Loss) after Tax</b>		<b>689,509,210</b>	<b>519,043,024</b>
Earnings Per equity share (Face Value of ₹ 10 per share)			
Basic & Diluted		76.46	33.86

Significant Accounting Policies and Notes on Financial Statements

1 &amp; 2

This is the Statement of Profit and Loss referred to in our report of even date.

**For TR Chadha & Co**

Chartered Accountants

Firm Regn. No. ....

For and on behalf of the Board

**Pramod Tilwani**

Partner

Membership No. :

Place: Mumbai

Date:

**Mayank Jain**

Director

Place: Mumbai

Date:

**Madan Biyani**

Director

**DA Toll Road Private Limited**

**Cash Flow Statement for the period ended 31st March 2015**

Particulars	Note	Year ended March 31, 2015 ₹	Year ended March 31, 2014 ₹
<b>A Cash Flow from/ (used in) Operating Activities</b>			
Profit before Taxation		872,360,289	519,043,024
<b>Adjustments for:</b>			
Depreciation		9,205,842	-
Interest and Finance Charges		76,983	-
Dividend received on Investments		(3,947,377)	(7,707,372)
<b>Adjustments for:</b>			
Trade and Other Payables		-	-
		<u>877,695,737</u>	511,335,652
Income Taxes Paid (Net of refund)		(182,851,078)	-
<b>Net Cash Generated from/ (used in) Operating Activities</b>		<u>694,844,658</u>	511,335,652
<b>B Cash flow from Investing Activities</b>			
Purchase/ Acquisition of fixed assets		(1,289,175,623)	(660,588,415)
Dividend Received on Mutual Fund Investments		3,947,377	7,707,372
<b>Net Cash used in investing activities</b>		<u>(1,285,228,246)</u>	(652,881,043)
<b>C Cash flow from/ (used in) Financing Activities</b>			
Proceeds from Long term borrowings		816,900,000	-
Proceeds (net) from Short term borrowings		26,800,000	28,300,000
Interest and Finance Charges		(76,983)	-
<b>Net cash generated from Financing Activities</b>		<u>843,623,017</u>	28,300,000
<b>Net (Decrease)/ Increase in Cash and Cash equivalents</b>	<b>[A+B+C]</b>	<u>253,239,429</u>	(113,245,391)
Cash and Cash equivalents as at the commencement of the year (Opening Balance)		66,589,117	179,834,508
Cash and Cash equivalents as at the end of the year (Closing Balance )		<u>319,828,547</u>	66,589,117
<b>Net (Decrease)/ Increase in Cash and Cash equivalents</b>		<u>253,239,430</u>	(113,245,391)

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

This is the Cash Flow Statement referred to in our report of even date.

**For TR Chadha & Co**  
Chartered Accountants  
Firm Regn. No. ....

For and on behalf of the Board

**Pramod Tilwani**  
Partner  
Membership No. :

**Mayank Jain**  
Director

**Madan Biyani**  
Director

Place: Mumbai  
Date:

Place: Mumbai  
Date:

**Significant Accounting Policies and Notes forming part of financial statements for period ended 31st March 2015**

**INTRODUCTION:**

The Company has been awarded to carry on the business of design, engineer, procure, construct, fabricate, build, improve, strengthen, operate, maintain and provide infrastructural facilities of all types including roads, bridges, culverts, over bridges, underpasses, flyovers, toll plaza, traffic management systems and equipment, buildings and other infrastructures and collect toll, fees, or charges, carry out surveys, investigations, polls and regulate traffic in connection with the project to be taken up by the Company on Design, Build, Operate and Transfer (DBFOT) basis under the Concession Agreement dated July 26, 2010 with National Highways Authority of India. The Concession Agreement is for a period of 26 years from appointed date for Design, Engineering, Construction, Operation and Maintenance for Six laning of Delhi to Agra section of National Highway – 2 (km 20.50 to km 200.00) in the state of Haryana/Uttar Pradesh or otherwise.

**1 SIGNIFICANT ACCOUNTING POLICIES:**

**1.1 Basis of Preparation of Financial Statements**

The financial statements are prepared on an accrual basis of accounting and in accordance with the generally accepted accounting principles in India, the relevant provisions of the Companies Act, 2013 (the Act) and comply in material aspects with the Accounting Standards notified under Section 133 of the Act, (read with Rule 7 of the Companies (Accounts) Rules, 2014.

**1.2 Financial Statements: Presentation and disclosures**

The financial statements have been prepared as per the requirements of Schedule III notified under the Act. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Act.

**1.3 Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon Management's best knowledge of current events and actions, actual results could differ from these estimates. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

**1.4 Fixed Assets**

The gross block of Fixed Assets is stated at cost of acquisition or construction, including any cost attributable to bringing the assets to their working condition for their intended use.

All Project related expenditure for acquisition of Toll collection rights viz., civil works, machinery under erection, construction and erection materials, pre-operative expenditure, expenditure indirectly related to the project and incidental to setting up project facilities, borrowing cost incurred prior to the date of commercial operation, and trial run expenditure are shown under Intangible Assets under Development till the date of commissioning of the project. These expenses are net of recoveries, claims and income (net of tax) from surplus funds arising out of project specific borrowings.

Intangible assets are stated at acquisition cost less accumulated amortization.

**1.5 Investments**

Investments which are readily realisable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the Statement of Profit and Loss.

**1.6 Borrowing Costs:**

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

**1.7 Revenue Recognition**

In respect of Toll Roads, toll revenue from operations of the facility is accounted on receipt basis.

Dividend on investment is recognized when the right to receive the payment is established.

Insurance and other claims are recognised as revenue on certainty of receipt on prudent basis.

**1.8 Depreciation and Amortisation**

Depreciation on Tangible assets is provided on Straight Line Method (SLM) on the basis of their useful life or at the rates and in the manner specified in Schedule II to the Act.

Toll Collection Rights are amortised over the concession period on the basis of projected toll revenue which reflects the pattern in which the assets' economic benefits are consumed. The projected total toll revenue is based on the independent traffic volume projections. Amortisation is revised in case of any material change in the expected pattern of economic benefits. The same is in line with Schedule II to the Act.

Specialised software is amortised over a period of three years.

#### **1.9 Employee Benefits**

Contributions to defined contribution schemes such as provident fund, superannuation funds etc. are charged to Statement of Profit and Loss / Intangible Assets under Development, as applicable. The Company also provides for retirement benefits in the form of gratuity and leave encashment. The liability in respect of this defined benefit plans is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services. Such defined benefits are charged to Statement of Profit and Loss / Intangible Assets under Development, as applicable, based on actuarial valuations, as at the balance sheet date, made by independent actuaries. Actuarial gain and loss is recognised in the Statement of Profit and Loss / Intangible Assets under Development, as may be applicable.

#### **1.10 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 realized in future. However, in respect of unabsorbed depreciation or carry forward loss, the deferred tax asset is recognised and carried forward only to the extent that there is a virtual certainty that the assets will be realized in future.

#### **1.11 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 recognized 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.

#### **1.12 Impairment of Assets**

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the assets. If the carrying amount of fixed assets / cash generating unit 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

#### **1.13 Provisions and Contingent Liabilities**

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.

#### **1.14 Contingent Liabilities and Contingent Assets:**

A contingent liability is a possible obligation that arises 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 recognised 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 notes to financial statements. Contingent assets are neither recognized nor disclosed in the financial statements.

#### **1.15 Cash and Cash Equivalents**

Cash and cash equivalents for the purposes of cash flow statement comprise of cash on hand and demand deposits with banks.

**DA Toll Road Private Limited**

**Notes to Financial Statements for the period ended 31st March 2015**

**Note 2.1 Share Capital**

**Particulars**

	<b>March 31, 2015</b>	<b>March 31, 2014</b>
	<b>₹</b>	<b>₹</b>
<b>Authorized</b>		
<b>Equity Shares of ₹ 10 each</b>		
1,00,00,000 (100,00,000) equity shares	<b>100,000,000</b>	100,000,000
	<b>100,000,000</b>	100,000,000
<b>Issued, Subscribed and Paidup</b>		
<b>Equity Shares of ₹ 10 each</b>		
90,18,000 (90,18,000) equity shares	<b>90,180,000</b>	90,180,000
	<b>90,180,000</b>	90,180,000
<b>Reconciliation of shares</b>		
No. of shares at the beginning of the year	<b>9,018,000</b>	9,018,000
Add : No. of Shares Issued during the year	-	-
No. of Shares at the end of the year	<b>9,018,000</b>	9,018,000

**Details of Shareholders holding more than 5% of shares :**

<b>Name of the shareholders</b>	<b>No. of Shares</b>	<b>%</b>	<b>No. of Shares</b>	<b>%</b>
Reliance Infrastructure Limited	9,018,000	<b>100%</b>	9,018,000	100%

**Note 2.2 Reserves and Surplus**

<b>Securities Premium Account</b>				
Opening Balance	810,720,000		810,720,000	
Addition during the year	-		-	
Closing Balance		<b>810,720,000</b>		810,720,000
<b>Surplus as per Statement of Profit &amp; Loss</b>				
Opening Balance	1,083,079,999		564,036,975	
Net Profit/(loss) for the year	689,509,210		519,043,024	
Closing Balance		<b>1,772,589,210</b>		1,083,079,999
		<b>2,583,309,210</b>		1,893,799,999

**DA Toll Road Private Limited****Notes to Financial Statements for the period ended 31st March 2015**

	March 31, 2015	March 31, 2014
	₹	₹

**Note 2.3 Long Term Borrowings****Secured**

Term loans from Banks

252,800,000

-

**\* Secured By :-**

a) all the rights, title, interest, benefits, claims and demands whatsoever of the Borrower in the Project Documents;

b) the rights, title and interest of the Borrower in, to and under all the Clearances;

c) all the rights, title, interest, benefits, claims and demands whatsoever of the Borrower in any letter of credit, guarantee including Contractors' guarantees and Liquidated Damages and performance bond provided by any party to the Project Documents;

d) all the rights, title, interest, benefits, claims and demands whatsoever of the Borrower under all Insurance Contracts;

e) Repayment Terms :- Repayment of the Rupee Loan shall be in 46 (Forty Six) quarterly structured instalments starting from 31/03/2015

f) The applicable interest rate shall be State Bank of India Base Rate + 2.5%.

**Unsecured**

Sub Ordinate Debts from Reliance Infrastructure Limited (Holding Company)

2,602,850,000

2,038,750,000

Repayment based on available cash flow after repayment of the entire secured loans to Lenders and carries 0% interest

2,855,650,000

2,038,750,000

The maturity profile of long term secured loans is as per under:

Maturity Period

One to Three years

252,800,000

-

Three to Five Years

-

-

More than Five Years

-

-

**Note 2.4 Other Long Term Liabilities**

Retention Payable to creditors

418,941,271

141,532,582

418,941,271

141,532,582

**Note 2.5 Long Term Provisions**

Provision for employee benefit

Leave Encashment

3,655,141

1,848,349

Gratuity

103

-

3,655,244

1,848,349

**DA Toll Road Private Limited****Notes to Financial Statements for the period ended 31st March 2015**

	March 31, 2015 ₹	March 31, 2014 ₹
<b>Note 2.6 Short Term Borrowings (Unsecured)</b>		
Inter Corporate Deposits from Reliance Infrastructure Limited (Holding Company) in the nature of Sponsor subordinated Tranche	26,800,000	-
	<u>26,800,000</u>	<u>-</u>
<b>Note 2.7 Other current Liabilities</b>		
Other Payables :		
Creditors for Capital Expenditure	4,046,108,381	995,242,749
Other Current Liabilities( Including statutory dues)	24,666,357	51,626,006
	<u>4,070,774,738</u>	<u>1,046,868,755</u>
<b>Note 2.8 Short Term Provisions</b>		
Provision for leave encashment	158,229	90,811
Provision of Income Tax/MAT (Net of Advance Income Tax paid)	40,103,958	-
	<u>40,262,187</u>	<u>90,811</u>

**DA Toll Road Private Limited**

**Notes to Financial Statements for the period ended 31st March 2015**

**Note 2.9 Tangible Assets**

Particulars	Gross Block			Depreciation/Amortisation			Net Block	
	As at April 1, 2014	Additions	As at March 31, 2015	As at April 1, 2014	Additions during the period	As at March 31, 2015	As at March 31, 2015	As at March 31, 2014
Land		-	-		-	-	-	-
Buildings	1,628,600		<b>1,628,600</b>	52,947	32,572	<b>85,519</b>	<b>1,543,081</b>	1,575,653
Plant & Machinery	3,786,680	436,187	<b>4,222,867</b>	543,738	582,987	<b>1,126,725</b>	<b>3,096,142</b>	3,242,942
Office Equipments	4,893,988	2,075,353	<b>6,969,341</b>	2,232,590	2,722,073	<b>4,954,663</b>	<b>2,014,678</b>	2,661,398
Furniture and Fixtures	4,729,339	38,581	<b>4,767,920</b>	2,964,726	227,447	<b>3,192,173</b>	<b>1,575,747</b>	1,764,613
Computer	-	-	-	-	-	-	-	-
Vehicles		-	-		-	-	-	-
<b>Total Tangible Assets</b>	15,038,607	2,550,121	<b>17,588,728</b>	5,794,001	3,565,079	<b>9,359,080</b>	<b>8,229,648</b>	9,244,606
Previous Year	12,046,578	2,992,029	15,038,607	4,794,985	999,016.00	5,794,001	9,244,606	7,251,593

**Note 2.10 Intangible Assets**

Particulars	Gross Block			Depreciation			Net Block	
	As at April 1, 2014	Additions	As at March 31, 2015	As at April 1, 2014	Additions during the	As at March 31, 2015	As at March 31, 2015	As at March 31, 2014
Computer Software	21,531,763	-	<b>21,531,763</b>	3,869,741	7,066,795	<b>10,936,536</b>	10,595,227	17,662,022
Toll Collection Rights	-	-	-	-	-	-	-	-
<b>Total Intangible Assets</b>	<b>21,531,763</b>	-	<b>21,531,763</b>	3,869,741	7,066,795	10,936,536	10,595,227	17,662,022
Previous Year	388,994	21,142,769	21,531,763	219,983	3,649,758	3,869,741	17,662,022	169,011



**DA Toll Road Private Limited****Notes to Financial Statements for the period ended 31st March 2015**

	March 31, 2014 ₹	During the Period ₹	March 31, 2015 ₹
<b>Note 2.11 Intangible Assets Under Development</b>			
<b>A) Assets under Construction Pending Allocation</b>			
Project Contract Expenses	2,034,436,796	4,857,669,725	6,892,106,521
<b>Total A</b>	<b>2,034,436,796</b>	<b>4,857,669,725</b>	<b>6,892,106,521</b>
<b>B) Incidental Expenses related to development of intangible assets</b>			
Salaries, Bonus and Other Allowances	67,083,073	17,482,081	84,565,154
Project Execution Support Services	13,424,496	6,214,000	19,638,496
Electricity Expenses	496,085	101,078	597,163
Insurance Charges	21,575,493	8,595,058	30,170,551
Travelling & Conveyance	15,263,277	1,581,918	16,845,195
Vehicle expenses	185,731	4,241,002	4,426,733
Auditors' Remuneration	149,821	-	149,821
Rent, Rate & Taxes	4,641,488	2,572,148	7,213,636
Legal And Professional Charges	17,515,040	14,114,307	31,629,347
Other Miscellaneous Expenses	34,792,699	4,177,189	38,969,888
Guarantee Commission	20,247,620	3,834,555	24,082,175
Interest Cost	-	34,630	34,630
Other Finance Charges			
Upfront Fees	26,616,938	65,207,119	91,824,057
Arrangers' Fees	-	59,987,200	59,987,200
Bank Charges	-	9,039	9,039
Depreciation	1,178,349	1,426,032	2,604,381
<b>Total B</b>	<b>223,170,111</b>	<b>189,577,356</b>	<b>412,747,467</b>
<b>Grand Total C = (A+B)</b>	<b>2,257,606,907</b>	<b>5,047,247,081</b>	<b>7,304,853,988</b>

**DA Toll Road Private Limited****Notes to Financial Statements for the period ended 31st March 2015**

	<b>March 31, 2015</b>	March 31, 2014
	₹	₹
<b>Note 2.12 Long Term Loans and Advances</b>		
Capital advance	<b>2,276,400,511</b>	2,712,750,000
	<b><u>2,276,400,511</u></b>	<u>2,712,750,000</u>
<b>Note 2.13 Cash and Bank Balance</b>		
Cash and Cash Equivalents		
Balances with banks		
In Current Accounts	<b>310,866,458</b>	13,509,090
In Deposit Accounts	-	35,000,000
Cash on hand	<b>8,962,089</b>	18,080,027
	<b><u>319,828,547</u></b>	<u>66,589,117</u>
<b>Note 2.14 Short Term Loans and Advances</b>		
Advance Income Tax ( Net of Provision)	-	7,603,565
Recoverable from Government Authority	<b>74,975,998</b>	33,372,937
Other Receivable incl. Mobilisation advance to Vendors	<b>77,647,482</b>	91,066,414
Security deposits	<b>299,075</b>	329,075
Prepaid Expenses	<b>14,235,387</b>	15,895,949
Advance to Employees	<b>2,506,787</b>	949,905
	<b><u>169,664,729</u></b>	<u>149,217,845</u>

**DA Toll Road Private Limited****Notes to Financial Statements for the period ended 31st March 2015**

	March 31, 2015	March 31, 2014
	₹	₹
<b>Note 2.15 Revenue from Operations</b>		
Sale of services - Toll Collection	1,560,087,520	1,455,768,338
	<b>1,560,087,520</b>	<b>1,455,768,338</b>
<b>Note 2.16 Other Income</b>		
Dividend Income	3,947,377	7,707,372
Interest Received		
On Others	2,082,960	26,849
Other Income	-	101,830
	<b>6,030,337</b>	<b>7,836,051</b>
<b>Note 2.17 Employee benefit expenses</b>		
Salaries and Wages	19,064,732	14,178,590
Contribution to Provident Fund and Other Fund	908,504	922,439
Contribution to Gratuity Fund	1,157,163	496,746
Staff welfare expenses	5,092,726	4,248,670
	<b>26,223,125</b>	<b>19,846,446</b>
<b>Note 2.18 Other Expenses</b>		
Toll Operation & Maintenance Expenses	595,025,268	707,923,662
Electricity Expenses	3,929,607	3,350,670
Insurance	12,892,586	13,084,678
Travelling & Conveyance	8,734,380	12,442,578
Auditors' Remuneration		
- Audit Fees	200,000	160,000
- Certification Fees	96,500	64,682
- Out of Pocket Expenses	30,374	2,745
Rent, Rates & Taxes	3,858,222	3,850,007
Legal and Professional Charges	21,171,460	30,167,860
Other Miscellaneous Expenses	12,313,221	13,395,651
	<b>658,251,618</b>	<b>784,442,533</b>
<b>Note 2.19 Finance Costs</b>		
Other finance charges	25,038	13,612
	<b>76,983</b>	<b>13,612</b>

**DA Toll Road Private Limited**  
**Notes to Financial Statements for the period ended 31st March 2015**

**2.20 Earning per Share**

Particulars	In Rs.	
	Year ended March 31, 2015	Year Ended March 31st, 2014
Basic / Diluted Earning Per Share:		
Profit after taxation as per Profit and Loss Account (A)	689,509,210	125,637,817
Weighted average number of Equity Shares Outstanding (B)	9,018,000	3,711,000
Basic/Diluted Earning Per Share (in Rupees) (A)/(B)	76.46	33.86
Nominal value of equity share (in Rupees)	10.00	10.00

**2.21 RELATED PARTY TRANSACTION**

Related Party Disclosure as required by Accounting Standard (As) - 18 "Related Party Disclosures" Issued by The Institute of Chartered Accountants of India:

**RELATIONSHIP:**

**(A) NAME OF THE HOLDING COMPANY - Reliance Infrastructure Limited**

**(B) PERSON HAVING CONTROL OVER HOLDING COMPANY - Shri Anil D. Amban**

**(B) NAME OF THE SUBSIDIARY COMPANIES: - NO**

**(C) ENTERPRISES OVER WHICH PERSON DESCRIBED IN (B) HAS SIGNIFICANT INFLUENCE: - Reliance Communications Limited**

Transactions carried out with related parties in the ordinary course of business and the year end balances thereagainst:

NATURE OF TRANSACTIONS:	In Rs.					
	Holding Company		Enterprises over which key management personnel and their relatives significant influence		Grand Total	
	April to Mar 2015	April to Mar 2014	April to Mar 2015	April to Mar 2014	April to Mar 2015	April to Mar 2014
<b>Expenses considered into Statement of Profit &amp; Loss and Intangible Assets under Development</b>						
Toll Operation & Maintenance Exps	36,254,078	13,767,552	-	-	36,254,078	13,767,552
Reimbursement of Guarantee Commission & Other Expenses	9,887,029	17,495,201	-	-	9,887,029	17,495,201
Project Execution Support services	6,982,050	10,644,901	-	-	6,982,050	10,644,901
<b>ASSETS</b>						
Computer Software	-	-	-	3,223,431	-	3,223,431
<b>Borrowing</b>						
Sub-Ordinate Debts	590,900,000	28,300,000			590,900,000	28,300,000
<b>OUTSTANDING AT THE YEAR END</b>						
<b>CREDIT BALANCE</b>						
Issue of Equity Share Capital	90,180,000	90,180,000			90,180,000	90,180,000
Security Premium	810,720,000	810,720,000			810,720,000	810,720,000
Sub-Ordinate Debts	2,629,650,000	2,038,750,000			2,629,650,000	2,038,750,000
Towards Creditors Outstanding	42,071,095	2,682,631			42,071,095	2,682,631
Towards Asset - Computer Software	-	-	13,302	13,302	13,302	13,302
<b>Contingent Liability</b>						
Bank Guarantee given on behalf of the Company	1,078,900,000	1,078,900,000			1,078,900,000	1,078,900,000

**DA Toll Road Private Limited**  
**Notes to Financial Statements for the period ended 31st March 2015**

**2.22 Retirement Benefits:**

Disclosure as required by Accounting Standard (AS) - 15 (Revised 2005) "Employee Benefits" notified by the Companies (Accounting Standards) Rules, 2006 are given below:

**(A) Defined Contribution Plans**

- a) Provident Fund
- b) State defined contribution plans

- Employers' Contribution to Employees' Deposit Linked Insurance
- Employers' Contribution to Employees' Pension Scheme, 1995

The Provident Fund and the State defined contribution plan are operated by the Regional Provident Fund Commissioner Under the schemes, the Company is required to contribute a specified percentage of payroll cost to the retirement benefit schemes to fund the benefits.

**(A) Defined Benefit Plans**

- a) Gratuity
- b) Leave Encashment

Gratuity is payable to employees who has rendered continuous services for more than 5 years at the rate of 15 days of service for each completed year of service or part thereof in excess of 6 months.

Leave encashment is payable to eligible employees who have earned leaves during the employment and/ or on separation as per the Company's policy.

Valuations in respect of Gratuity and Leave Encashment have been carried out by an independent actuary, as at the Balance Sheet date, based on the following assumptions:

- a) The amounts recognised in Statement of Profit & Loss /Intangible Assets Under Development are as follows:

(i) Defined Benefit Plan	Leave Encashment		Gratuity	
	Year Ended March 31, 2015	Year Ended March 31, 2014	Year Ended March 31, 2015	Year Ended March 31, 2014
	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)
Current service cost	7.47	6.82	4.97	4.58
Interest cost on benefit obligation	2.35	1.72	1.78	1.22
Expected return on plan assets	-	-	(1.44)	(1.31)
Net actuarial gain/(loss) recognised during the year	12.40	1.94	13.93	1.70
Current service cost	22.22	10.48	19.24	6.19

(ii) Defined Contribution Plan	Provident Fund	
	Year Ended March 31, 2015	Year Ended March 31, 2014
	(Rs. in lacs)	(Rs. in lacs)
Current service cost included in Statement of Profit & Loss /Intangible Assets Under Development	12.12	8.50

- b) The amounts recognised in the Balance Sheet are as follows:

	Leave Encashment		Gratuity	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)
Present value of obligation	38.13	19.39	35.15	15.09
Less: Fair value of plan assets	-	-	35.15	15.09
Net Asset(Liabilities) recognised in Balance Sheet	(38.13)	(19.39)	-	-

c) Changes in the present value of the defined benefit obligation representing reconciliation of opening and closing balance thereof are as follows				
	Leave Encashment		Gratuity	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)
Opening defined benefit obligation	19.39	15.06	15.09	10.76
Interest cost	2.35	1.72	1.78	1.22
Current service cost	7.47	6.82	4.97	4.58
Benefits paid	(3.48)	(6.15)	(0.74)	(2.63)
Liabilities assumed on Acquisition/Settled on Divestiture)	-	-	-	-
Actuarial (gains)/loss on obligation	12.40	1.94	14.05	1.16
Closing defined benefit obligation	38.13	19.39	35.15	15.09
d) Changes in the fair value of plan assets are as follows:				
	Leave Encashment		Gratuity	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)	(Rs. in lacs)
Opening fair value of plan assets	-	-	15.09	10.95
Expected return	-	-	1.44	1.31
Contributions made by employer during the year	3.48	6.15	19.24	6.00
Benefits paid	(3.48)	(6.15)	(0.74)	(2.63)
Actuarial Gain/(Loss) on plan assets	-	-	0.12	(0.54)
Assets Acquired on Acquisition/ ( Distributed on divestiture)	-	-	-	-
Closing fair value of plan assets	-	-	35.15	15.09
e) Expected contribution to defined benefit plan for next year				
	Leave Encashment (Rs. in lacs)		Gratuity (Rs. in lacs)	
	1.58		5 Lacs	
f) The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:				
Particulars	Leave Encashment		Gratuity	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
	%	%	%	%
Investments with insurer under: (a) Funds Managed by Insurer	Nil	Nil	100.00	100.00
g) The principal actuarial assumptions at the Balance Sheet date.				
	Leave Encashment		Gratuity	
	As at 31st March, 2015	As at 31st March, 2014	As at 31st March, 2015	As at 31st March, 2014
Discount rate	7.85%	8.90%	7.85%	8.90%
Expected rate of return on plan assets	-	-	8.25%	8.25%
Mortality Rate	Published rates under the Indian Assured Lives Mortality (2006-08)	Published rates under the Indian Assured Lives Mortality (2006-08)	Published rates under the Indian Assured Lives Mortality (2006-08)	Published rates under the Indian Assured Lives Mortality (2006-08)
Proportion of employees opting for early retirement	4% per annum withdrawal rate at all ages	4% per annum withdrawal rate at all ages	4% per annum withdrawal rate at all ages	4% per annum withdrawal rate at all ages
Retirement Age	58 Yrs	58 Yrs	58 Yrs	58 Yrs
Salary Escalation Rate	7.50%	7.50%	7.50%	7.50%
The estimates of future salary increases, considered in actuarial valuation, takes account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.				

**DA Toll Road Private Limited**  
**Notes to Financial Statements for the period ended 31st March 2015**

**2.23 Contingent Liabilities and Commitments**

Particulars	31-Mar-15	31-Mar-14
	Amount in Rs	
Estimated amount of contracts remaining unexecuted on capital account and not provided for (Net of Capital Advances)	16,690,582,337	21,109,963,902
	<b>16,690,582,337</b>	<b>21,109,963,902</b>

**2.24** The Project Milestone(s) / COD as per Article 12 of the Concession Agreement with NHAI could not be achieved for reasons attributable to NHAI. Accordingly the company has made representation to IE / NHAI for extension of time, which are under consideration by them. In view of the same, the company does not anticipate any demand from NHAI for non - achievement of Milestone(s) / COD.

**2.25 Segment Reporting**

The Company operates in only one segment, namely "Toll Roads" hence there are no reportable segments under Accounting Standard 17 'Segment Reporting'.

**2.26 Activity in Foreign Currency**

Particulars	31-Mar-15 ₹	31-Mar-14 ₹
Expenditure in foreign currency		
Professional Fees, Commitment Fee & Interest	108,440,931	-

**2.27 Micro and small enterprises as defined under the MSMED Act, 2006**

There are no Micro and Small Scale Business Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2015. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

**2.28** On consideration of prudence the deferred tax assets in respect of timing differences have been recognised to the extent of deferred tax liabilities only, resulting in no provision for deferred tax asset/liability.

**2.29** 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.

**2.30** Previous year figures have been regrouped and re-arranged wherever necessary to make them comparable to those for current year

As per our attached report of even date

**For T. R. Chadha & Co.**  
Chartered Accountants  
Firm Regn. No. 06711N

For and on behalf of the Board

**Pramod Tilwani**  
Partner  
Membership No. : 76650  
Place : Mumbai  
Date :

**Mayank K Jain**  
Director  
Place: Mumbai  
Date:

**Madan Biyani**  
Director